

MTHONJANENI LOCAL MUNICIPALITY



2020/21 TO 2022/23 MEDIUM TERM REVENUE AND EXPENDITURE FORECASTS

Copies of this document can be viewed:

- In the foyers of all municipal buildings
- At www.mthonjaneni.org.za

Table of Contents

PART 1 – FINAL ANNUAL BUDGET

- Mayor's report
- Resolutions
- Executive summary
- Final annual budget tables

PART 2 – SUPPORTING DOCUMENTATION

- Draft budget to budget assumptions
- Draft budget to budget funding
- Draft budget to expenditure on allocations and grant programmes
- Draft budget to allocations and grants made by the municipality
- Draft budget to councillor allowances and employee benefits
- Draft budget to service delivery and budget implementation plan
- Draft annual budget to capital expenditure
- Other supporting documents
- Municipal manager's quality certification

1. DEFINITIONS

(1) In this Budget Report, unless the context indicates otherwise –

“accounting officer”

(a) in relation to a municipality, means the municipal official referred to in section 60 of the Municipal Finance Management Act, 2003; and include a person acting as the accounting officer;

“allocation”, in relation to a municipality, means -

(a) a municipality’s share of the local government’s equitable share referred to in section 214(1)(a) of the Constitution;

(b) an allocation of money to a municipality in terms of section 214(1)(c) of the Constitution;

(c) an allocation of money to a municipality in terms of a provincial budget; or

(d) any other allocation of money to a municipality by an organ of state, including by another municipality, otherwise than in compliance with a commercial or other business transaction;

“annual Division of Revenue Act” means the Act of Parliament which must be enacted annually in terms of section 214 (1) of the Constitution;

“approved budget” means an annual budget -

(a) Approved by a municipal council; or

(b) Approved by a provincial or the national executive following an intervention in terms of section 139 of the Constitution, and includes such an annual budget as revised by an adjustments budget in terms of section 28;

“basic municipal service” means a municipal service that is necessary to ensure an acceptable and reasonable quality of life and which, if not provided, would endanger public health or safety or the environment;

“budget-related policy” means a policy of a municipality affecting or affected by the annual budget of the municipality, including -

(a) The tariffs policy which the municipality must adopt in terms of section 74 of the Municipal Systems Act;

(b) The credit control and debt collection policy which the municipality must adopt in terms of section 96 of the Municipal Systems Act;

“budget year” means the financial year for which an annual budget is to be approved in terms of section 16(1) of the Municipal Finance Management Act, 2003.;

“chief financial officer” means a person designated in terms of section 80(2)(a) of the Municipal Finance Management Act, 2003.

“councillor” means a member of a municipal council;

“CPI” means Consumer price Index.

“current year” means the financial year which has already commenced, but not yet ended;

“debt” means -

(a) a monetary liability or obligation created by a financing agreement, note, debenture, bond or overdraft, or by the issuance of municipal debt instruments; or

(b) a contingent liability such as that created by guaranteeing a monetary liability or obligation of another;

“delegation”, in relation to a duty, includes an instruction or request to perform or to assist in performing the duty;

“district municipality” means a municipality that has municipal executive and legislative authority in an area that includes more than one municipality, and which is described in section 155(1) of the Constitution as a category C municipality;

“COGTA” means Cooperative Governance and Traditional Affairs

“EXCO” means Executive Committee of the Council of the Municipality

“GFS” means General Financial Statistic.

“financial year” means a year ending on 30 June;

“IDP” means Integrated Development Plan

“In year reports, in relation to-

(a) a municipality means

- (i) a monthly budget statement of the municipality contemplated in section 71(1) of the MFMA
- (ii) a Quarterly report on the implementation of the budget and financial state of affairs of the municipality contemplated in section 52(d) of the act;
- (iii) a mid-year budget and performance assessment of the municipality contemplated in section 72 of the act.

“investment”, in relation to funds of a municipality, means -

- (a) The placing on deposit of funds of a municipality with a financial institution; or
- (b) The acquisition of assets with funds of a municipality not immediately required, with the primary aim of preserving those funds;

“lender”, in relation to a municipality, means a person who provides debt finance to a municipality;

“local community” has the meaning assigned to it in section 1 of the Municipal Systems Act;

“local municipality” means a municipality that shares municipal executive and legislative authority in its area with a district municipality within whose area it falls, and which is described in section 155(1) of the Constitution as a category B municipality;

“long-term debt” means debt repayable over a period exceeding one year;

“MANCO” means management committee of the municipality

“MFMA” Municipal Finance Management Act, No. 56 of 2003

“MFMA Regulations or (MBRR)”means regulations relating to Municipal Budget and Reporting

“MTEF” means Medium Term Expenditure Framework

“mayor”, in relation to -

(a) a municipality with an executive mayor, means the councillor elected as the executive mayor of the municipality in terms of section 55 of the Municipal Structures Act; or

(b) a municipality with an executive committee, means the councillor elected as the mayor of the municipality in terms of section 48 of that Act;

“month” means one of the 12 months of a calendar year;

“municipality” -

(a) when referred to as a corporate body, means a municipality as described in section 2 of the Municipal Systems Act; or (b) when referred to as a geographic area, means a municipal area determined in terms of the Local Government: Municipal Demarcation Act, 1998 (Act No. 27 of 1998);

“municipal service” has the meaning assigned to it in section 1 of the Municipal Systems Act;

“Municipal Systems Act” means the Local Government: Municipal Systems Act, 2000 (Act No. 32 of 2000);

“municipal tariff” means a tariff for services which a municipality may set for the provision of a service to the local community, and includes a surcharge on such tariff;

“municipal tax” means property rates or other taxes, levies or duties that a municipality may impose;

“National Treasury” means the National Treasury established by section 5 of the Public Finance Management Act;

“past financial year” means the financial year preceding the current year;

“NER”, means the National Electricity Regulator;

“Provincial Treasury” means a treasury established in terms of section 17 of the Public Finance Management Act;

“quarter” means any of the following periods in a financial year:

(a) 1 July to 30 September;

(b) 1 October to 31 December;

(c) 1 January to 31 March; or

(d) 1 April to 30 June;

“Quality certificate”, in relation to

(a) a municipality, means a certificate issued and signed by the municipal manager of the municipality confirming the accuracy and reliability of the contents of a document prepared or issued by the municipality

“SDBIP” means Service Delivery Budget Implementation Plan

“standards of generally recognised accounting practice” means an accounting practice complying with standards applicable to municipalities or municipal entities and issued in terms of Chapter 11 of the Public Finance Management Act;

“vote” means -

(a) one of the main segments into which a budget of a municipality is divided for the appropriation of money for the different departments or functional areas of the municipality; and

(b) which specifies the total amount that is appropriated for the purposes of the department or functional area concerned.

1 Part 1 – Final Annual Budget

1.1 Mayor's Report

Honorable Speaker,

Thank you for giving me this opportunity to present a 2020/2021 final budget and outer subsequence years for Mthonjaneni Municipality. Before I proceed Madam Speaker, allow me to greet Amakhosi aseNdlunkulu in our midst, Deputy Mayor Dlukula, Members of the Executive Committee, Councillors, Municipal Manager, Manyelela, Heads of Departments within our municipality, Officials and valuable members of our community and all other protocol observed.

The 2020/2021 budget has been hard as we are constantly required to do more with fewer resources. Difficult economic conditions still exist. The municipality is not insulated to these events as we live in a global village. Ultimately the negative economic conditions impact the collection of revenue negatively and the prospect of enhancing the municipality's own revenue sources.

The negative economic conditions have been made worse due to the global outbreak of corona virus (Covid-19) pandemic. The President of the Republic of South Africa announced a declaration of a National State of Disaster on 15 March 2020. The President then on 23 March 2020 called for a 21 day national lockdown effective from 26 March 2020 in a fight against Covid -19 and the steps designed to contain it. While addressing the nation on 23 April 2020, President Cyril Ramaphosa announced an implementation of a risk adjusted strategy through which government will 'take a deliberate and cautious approach to the easing of lockdown restrictions in order to begin a gradual and phased recovery of economic activity. We continue to urge Councillors, municipal staff and our community to be on high alert and take health precautionary measures in order to curb the spread of this virus and also to observe and obey all Covid-19 regulations. The municipality has also placed extra hand sanitisers facilities and notices about coronavirus in all Municipal buildings.

Also in response to the impact of COVID-19 the municipality had procured PPE for employees such as sanitisers, gloves, overalls, goggles, helmets and catering for essential workers during lockdown. Councillors, Amakhosi, Ward Community members and other local stakeholders like Religious Leaders, Taxis, Buses and public van operators, informal traders and members of the community were provided with masks

and sanitisers. The program of disinfection of municipal buildings, public facilities including tribal authorities, fogging municipal vehicles, public taxis, buses and public van is being rolled out. Town cleaning and disinfection of Taxi ranks is also conducted regularly as part of the initiatives to curb the spread of Covid-19. The municipality has also rolled out other social relief measures to people in distress like distribution of food parcels in partnership with SASSA. Other programs like screening and testing of staff and councillors are also being rolled out in partnership with Department of health. We pray and hope our community will weather this storm and cure for Covid-19 will be found soon.

The Consumer Price Inflation is forecast at 4.9 percent for 2020/21, the Gross Domestic Product growth rate is forecast at 1.2 per cent in 2020/21 financial year, while long term estimates have fallen prompting government to review its outer year's estimates. But the projected rate of growth is not sufficient to reduce the current high levels of unemployment or impact significantly on poverty and inequality. Mthonjaneni Municipality, like all other Municipalities and the whole country, has no doubt that the continuing of economic downturn in our country, funding pressures from Eskom and an increase in other financially distressed state-owned companies due to mismanagement and high levels of corruption have conspired to create a very difficult situation for us indeed. The top priority of this budget is to give relief and better service delivery to the people of Mthonjaneni Municipality.

Municipal Financial Recovery Plan and Municipal Cost Containment Regulations were adopted by the Municipal Council with effect from 01 July 2019. The municipality proposed a range of expenditure reductions measures to restore the Mthonjaneni Municipality's finances to a sustainable position, some of which are likely to be painful. We owe it to future generations to ensure that we are good stewards of our municipal's resources and that they do not have to pay for faults in our decision-making.

As we all know, the Municipality's infrastructure is aging, therefore, it becomes more critical that council is able to balance its finances in such a way that we are able to maintain the infrastructure and assets that we have. To this end the municipality is continuously seeking alternative sources of funding to renew this archaic infrastructure. Majority of our people lack basic necessities. It is therefore imperative that this Council puts the foot on the pedal for seeking partnership with other private sector and in pursuit

of improving the lives of our people as it is evident from the budget that we cannot do everything on our own with the limited financial resources we have.

Madam Speaker, besides the increase in number of people we serve, we are still operating with a small budget of six wards of Mthonjaneni, before the merger with former Ntambanana Municipality. Almost all our wards are rural and have poor infrastructure. We are still waiting for the improvement in the allocation of equitable share and infrastructure grants to our municipality from the National Government that was necessitated by the merger. Hopefully it will come in our lifetime. As the Municipality we are working very hard to service all wards of Mthonjaneni equally and without any biasness.

We have managed in the past to spend accordingly and in full all the infrastructure grant monies allocated to us. Consequently, National Government decided in the last three years to give us a little bit more top up on Municipal Infrastructure grant from what was initially allocated to us. This was done because we respect and utilize tax payer's money accordingly. This is clear evidence that the leadership of this municipality is working tirelessly to improve the lives of the people of Mthonjaneni and is not condoning corruption and maladministration.

Eskom has requested the court to allow revised tariff increases of between 16.6 and 16.72 per cent in 2020/21 and 2021/22 which pose an affordability challenge to our community. Mthonjaneni municipality is undertaking a general valuation roll (GV 2020) which will be implemented with effect from 1 July 2020. This means all properties under the municipal jurisdiction have been valued by the Municipality and entered in the new valuation roll which takes effect on 1 July 2020. The GV 2020 Roll property values shall be valid for the period of 5 years from 1 July 2020 to 30 June 2025. All property owners have been notified about GV 2020.

Honorable members, the Auditor General Report for 2018/2019 proves without reasonable doubt that this municipality led by INkatha Freedom Party is not corrupt and is working for the people of Mthonjaneni. People will also trust us on the 2021 local Government elections because they now know that their municipality is working for them and therefore they will vote for a party that develops them.

Despite the obstacles in front of us like the current COVID-19 pandemic we are pleased to have put together a balanced, reliable, credible and funded budget under the

circumstances. As the Council of Mthonjaneni Municipality we are committed to improving efficiency and implementation of sound financial management.

In this regard the 2020/21 budget is being funded mainly from Government grants and a small portion from own revenue because our areas are largely rural and don't have much economic activity.

Summary of final annual budget 2020/21 is as follows:

Description	BUDGET 2020/2021	BUDGET 2021/2022	BUDGET 2022/2023
Operational Revenue	R168.3 million	R180.2 million	R190.5 million
Capital Revenue	R32.9 million	R31.2 million	R33.0 million
Total Revenue	R201.2 million	R211.4 million	R223.6 million
Operational Expenditure	R160.1 million	R 169.6 million	R181.1 million
Capital Expenditure	R39.7 million	R 38.5 million	R36.1 million
Total Expenditure	R199.7 million	R 208.1 million	R217.2 million
Surplus	R1.4 million	R3.3 million	R6.3 million

The planned projects for 2020/21 in terms of the Municipal Infrastructure and Electrification grants allocations are as follows:

No.	Project Description	Source of funding	Amount
1.	Sangoyane Sports Field- Ward 13	MIG	R5.6 million
2.	Mbiza Gravel Road- Ward 11	MIG	R 5.51 million
3.	Mabhungu Gravel Road- Ward 8	MIG	R4.33 million
4.	Kataza Creche	MIG	R2.5 million
TOTAL MIG ALLOCATION			R17.94 million
5.	Nqekwane Area, Ward 1 with 75 connections	INEP	R1.5 million
6.	Thubalethu Extension, Ward 2 with 608 connections	INEP	R9.0 million
7.	Ofankomo Area, Ward 3 with 25 connections	INEP	R500 thousand
8.	Kataza Area, Ward 4 with 50 connections	INEP	R1.0 million
9.	Umhlathuze Area, Ward 5 with 25 connections	INEP	R500 thousand
10.	Dubeni Area Area, Ward 6 with 25 connections	INEP	R500 thousand
11.	Inkisa Area, Ward 8 with 25 connections	INEP	R500 thousand

12.	Ntombokazi Area, Ward 12 with 50 connections	INEP	R1.0 million
13.	Sangoyane Area, Ward 13 with 25 connections	INEP	R500 thousand
TOTAL INEP ALLOCATION			R15 million

The above projects are expected to commence as from 1 July 2020.

The municipality will continue to provide free basic services such as 50 kilowatt of electricity to indigent households and to assist the indigent communities with burial assistance. We budgeted **R910 thousand** for this program. Each ward will have an allocation of **R70 thousand**.

We will continue with the program of assisting youth of Mthonjaneni with driver's licenses. Allow me to inform the meeting that to date, more than **170** beneficiaries have benefited from the program that the municipality undertook in 2018/19 financial year. This alone will change the lives of these young people and their families.

We will implement this program again where the municipality will take six (6) young people per ward. The budget for this project is **R352 thousand**. We will continue to sponsor first year students who are doing grade 12 for their higher education level, the council has put aside **R312 thousand** for these bursaries. We have put aside **R260 thousand** for the Mayoral Cup and for other sports development we budgeted **R100 thousand**.

We will host a youth summit during 2020/21 financial year, we have budgeted **R210 thousand** for it. We also budgeted **R 1.6 million** to host the Youth Festival/ Nyusivolume. We have put aside a budget of **R230 thousand** for Operation Sukuma Sakhe projects. We also have budget of **R1.5 million** for Economic Development for our municipality. Young and emerging businesses will benefit on that. We have put aside **R345 thousand** for uMkhosi woMhlanga should the COVID-19 restrictions be relaxed and gatherings permitted. As a norm, Early Child Development, Senior Citizens, HIV/AIDS, Zulu Dance, Tourism and various forums are allocated a budget of **R905 thousand** for their projects or activities.

The municipality has also budgeted **R3.5 million** to cater for procurement in response to COVID-19, of that is **R745 thousand** towards Hygiene Services, **R795 thousand** towards feeding of needy homes/food distribution, **R1.1 million** for Occupational Health & Safety and **R860 thousand** towards cleaning of Melmoth Town. Also the municipality has budgeted **R 3 million** for blading of gravel access roads.

In conclusion, I would like to thank all the Councillors for their invaluable contributions in this budget, the Municipal Manager, the Heads of Departments and all staff members who made the budget process a success. Honorable Councillors with those few words I have pleasure in placing the 2020/2021 MTREF final capital and operating budget for consideration and approval. It is now time to work smarter, harder and faster in delivering on our core mandate. Your continued support is a testimony and affirmation that we can do better in improving the quality of lives of our communities.

I thank you! Siyathokoza!

His Worship the Mayor

Cllr SBK BIYELA

1.2 Council Resolutions

- 1.2.1 That the final budget for 2020/21 MTREF financial year and two outer years be approved by council , Operational revenue of R 168.3 million, Capital Revenue of R32.9 million, Operational Expenditure of R160.1 million and Capital Expenditure of R39.7 million).
- 1.2.2 That in terms of section 24(2)(c)(i) of the Municipal Finance Management Act, 56 of 2003, and sections 74 and 75A of the Local Government Municipal Systems Act, 32 of 2000 as amended, that tariffs for electricity, Refuse removal, Property rates and other Services be approved by Council with effect from 1 July 2020.
- 1.2.3 That in terms of section 75(1)(e) of the MFMA, the service level standards 2020/21 be approved by Council.
- 1.2.4 That in terms of section 23(1)(b) of the MFMA, the municipal council to consider and note the comments of the 2020/21 MTREF Draft Annual Budget from KZN Provincial Treasury.
- 1.2.5 That the municipality's budget related policies be accepted as unchanged by council. (Budget Policy, Credit Control and Debt Collection Policy, Property Rates Policy, Tariffs Policy, Indigent Support Policy, Debt Write-Off Policy, Banking & Investment Policy and Cost Containment Policy.
- 1.2.6 The final budget 2020/21 MTREF financial year and two outer years in the prescribed format be submitted to National and Provincial Treasury after approval by Council.

1.3 Executive Summary

The application of sound financial management principles for the compilation of Municipality's financial plan is essential and critical to ensure that the municipality remains financially viable and that municipal services are provided sustainably, economically and equitably to all communities.

MFMA Circular No. 94 States that The GDP growth rate is forecasted at 1.5 per cent in 2019, 1.7 per cent in 2020 and 2.1 per cent in 2021. The revisions take into account weaker investment outcomes in 2018, a more fragile recovery in household income and slower export demand than expected due to moderating global growth. Consumer inflation has also been revised down due to lower oil prices and food inflation than previously assumed.

The main risks to the economic outlook are continued policy uncertainty and deterioration in the finances of state-owned entities. These factors, alongside continued high unemployment and slow growth will continue to exert pressure on municipal revenue generation and collection levels hence a conservative approach is advised for municipal revenue projections. Municipalities affected by the drought should also consider its impact on revenue generation. In this context, municipalities will have to improve their efforts to limit non-priority spending and to implement stringent cost-containment measures.

MFMA Circular No. 98 further states in addition to low growth, South Africa's biggest economic risk is Eskom. On-going problems with the utility's operations continue to disrupt the supply of electricity to households and businesses. Government has allocated significant resources to assist Eskom. With the immediate financial restraints lifted, the focus must be on operational problems and restructuring Eskom into three separate entities. Doing so will mark the beginning of a transition to a competitive, transparent and financially viable electricity sector.

South Africa's public finances deteriorated over the past decade; a trend that accelerated in recent years as low growth led to large revenue shortfalls. For 10 years, the country has run large budget deficits. This has put us deeply in debt, to the point where interest payments have begun crowding out social and economic spending programmes. This cannot be sustained.

Government proposed a range of expenditure reductions to restore the public finances to a sustainable position, some of which are likely to be painful. We owe it to future generations to ensure that we are good stewards of our country's resources and that they do not have to pay for faults in our decision-making

National Treasury's MFMA Circulars no. 94 and no. 98 were used to guide the compilation of the 2020/21 MTREF.

The main challenges experienced during the compilation of the 2020/21 MTREF can be summarised as follows:

- The ongoing difficulties in the national and local economy;
- Wage increases for municipal staff that continues to exceed consumer inflation.
- Ongoing problems with the utility's operations which continue to disrupt the supply of electricity to households and businesses.

The following budget principles and guidelines directly informed the compilation of the 2020/21 MTREF:

- The 2019/20 Adjustment Budget priorities and targets, as well as the base line allocations contained in that Adjustment Budget were adopted as upper limits for the new baselines for the 2020/21 Final annual budget;
- Intermediate service level standards were used to inform the measurable objectives, targets and backlog eradication goals;

- Property rate increases which is based on the new General Valuation Roll to be implemented in 2020/21.
- There will be no budget allocated to national and provincial funded projects unless the necessary grants to the municipality are reflected in the national and provincial budget and have been gazetted as required by the annual Division of Revenue Act.

1.4 Operating Revenue Framework

For Mthonjaneni Local Municipality to continue improving the quality of service provided to its citizens, it needs to generate the required revenue. In these tough times strong revenue management is fundamental to the financial sustainability of every municipality. The reality is that we are faced with development backlogs and poverty. The expenditure required to address these challenges will inevitably always exceeds available funding; hence difficult choices have to be made in relation to tariff increases and balancing expenditure against realistically anticipated revenues.

The municipality's revenue strategy is built around the following key components:

- National Treasury's guidelines and macroeconomic policy
- Effective revenue management
- The municipality's Property Rates Policy approved in terms of the Municipal Property Rates Act, 2004 (Act 6 Of 2004) (MPRA)

The following table is a summary of the 2020/21 MTREF (classified by main revenue source):

Table 1 Operating Revenue Framework

KZN285 Mthonjaneni - Table A4 Budgeted Financial Performance (revenue and expenditure)

Description R thousand	Ref 1	2016/17		2017/18		2018/19		Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23		
Revenue By Source													
Property rates	2	9 789	11 431	13 453	19 981	19 981	19 981	-	31 382	38 199	40 873		
Service charges - electricity revenue	2	19 890	19 976	20 502	31 088	31 088	31 088	-	32 642	34 601	37 023		
Service charges - water revenue	2	-	-	-	-	-	-	-	-	-	-		
Service charges - sanitation revenue	2	-	-	-	-	-	-	-	-	-	-		
Service charges - refuse revenue	2	1 048	2 008	1 782	1 910	1 962	1 962	-	2 050	2 183	2 336		
Rental of facilities and equipment		229	227	262	181	181	181	-	147	156	167		
Interest earned - external investments		2 176	1 367	696	750	750	750	-	900	954	1 021		
Interest earned - outstanding debtors		-	-	-	-	750	750	-	1 000	1 060	1 134		
Dividends received		-	-	-	-	-	-	-	-	-	-		
Fines, penalties and forfeits		31 618	10 165	427	1 500	3 000	3 000	-	3 600	3 816	4 063		
Licences and permits		1 923	1 672	1 544	3 054	3 054	3 054	-	1 924	2 039	2 182		
Agency services		-	-	-	-	-	-	-	-	-	-		
Transfers and subsidies		71 394	79 370	76 672	85 379	86 129	86 129	-	90 660	92 909	97 127		
Other revenue	2	3 374	1 066	1 534	1 134	4 634	4 634	-	3 004	3 184	3 407		
Gains		608	-	-	-	2 348	2 348	-	1 000	1 060	1 134		
Total Revenue (excluding capital transfers and contributions)		142 036	127 282	116 871	144 977	153 877	153 877	-	168 319	180 162	190 488		

In line with the formats prescribed by the Municipal Budget and Reporting Regulations, capital transfers and contributions are excluded from operating statement, as inclusions of these revenue sources would distort the calculation of the operating surplus/deficit.

Property rates cover the cost of the provision of general services. Determining the effective property rate tariff is therefore an integral part of the municipality's budgeting process. Interest comprises of; interest on primary bank account as well as interest earned from call investment accounts.

The Transfers recognized – operating and capital was informed by the government gazette no. 43025 dated 17 February 2020 that talks about Equitable share transfers to municipalities in terms of section 38 (2) of the Division of Revenue Act.

It should be also noted that the anticipated total revenue (excluding capital transfers and contributions) amounts to R 168.3 million to cover budgeted operating expenditure amounting to R 160.1 million.

Table 2 Operating Transfers and Grants Receipts

KZN285 Mthonjaneni - Supporting Table SA18 Transfers and grant receipts

Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousand										
RECEIPTS:	1. 2									
Operating Transfers and Grants										
National Government:										
Local Government Equitable Share		76 022	78 599	75 637	84 288	84 288	84 288	88 665	91 732	95 888
Finance Management		63 837	67 317	70 979	79 412	79 412	79 412	83 914	88 932	92 888
EPWP Incentive		2 738	2 850	2 850	2 850	2 850	2 850	2 800	2 800	3 000
Dermarcation Grant		2 161	2 222	1 808	2 026	2 026	2 026	1 951	—	—
		7 286	6 210	—	—	—	—			
Provincial Government:		738	771	1 035	1 091	1 091	1 091	1 131	1 177	1 235
Provincialisation of Libraries						880	880	905	935	981
Community Library Services Grant						211	211	226	242	254
Library Grant		738	771	1 035	1 091					
District Municipality:		—	—	—	—	—	—	—	—	—
[insert description]										
Other grant providers:		—	—	—	—	745	745	864	—	—
Municipal Disaster Relief Grant						745	745	745	—	—
Title Deeds Restoration Programme								119	—	—
Total Operating Transfers and Grants	5	76 760	79 370	76 672	85 379	86 124	86 124	90 660	92 909	97 123
Capital Transfers and Grants										
National Government:		26 899	32 278	36 749	33 033	33 033	33 033	32 939	31 152	33 040
Municipal Infrastructure Grant (MIG)		18 899	24 278	21 749	18 033	18 033	18 033	17 939	19 152	20 040
Integrated Electrification Programme Grant		8 000	8 000	15 000	15 000	15 000	15 000	15 000	12 000	13 000
Provincial Government:		—	—	—	—	—	—	—	—	—
Other capital transfers/grants [insert description]										
District Municipality:		—	—	—	—	—	—	—	—	—
[insert description]										
Other grant providers:		—	—	—	—	—	—	—	—	—
Municipal Disaster Rel										
Total Capital Transfers and Grants	5	26 899	32 278	36 749	33 033	33 033	33 033	32 939	31 152	33 040
TOTAL RECEIPTS OF TRANSFERS & GRANTS		103 659	111 648	113 421	118 412	119 157	119 157	123 599	124 061	130 163

The above table shows the operating transfers and grants for Mthonjaneni Local Municipality 2020/21 as published in the Division of Revenue Act and Provincial Gazette of transfers and of funds to municipalities. The municipality has budgeted for only the transfers that are gazetted.

The diagram below shows the revenue by source through pie chart in terms of how much percentages does each revenue source contributes to total operating revenue of Mthonjaneni Local Municipality.

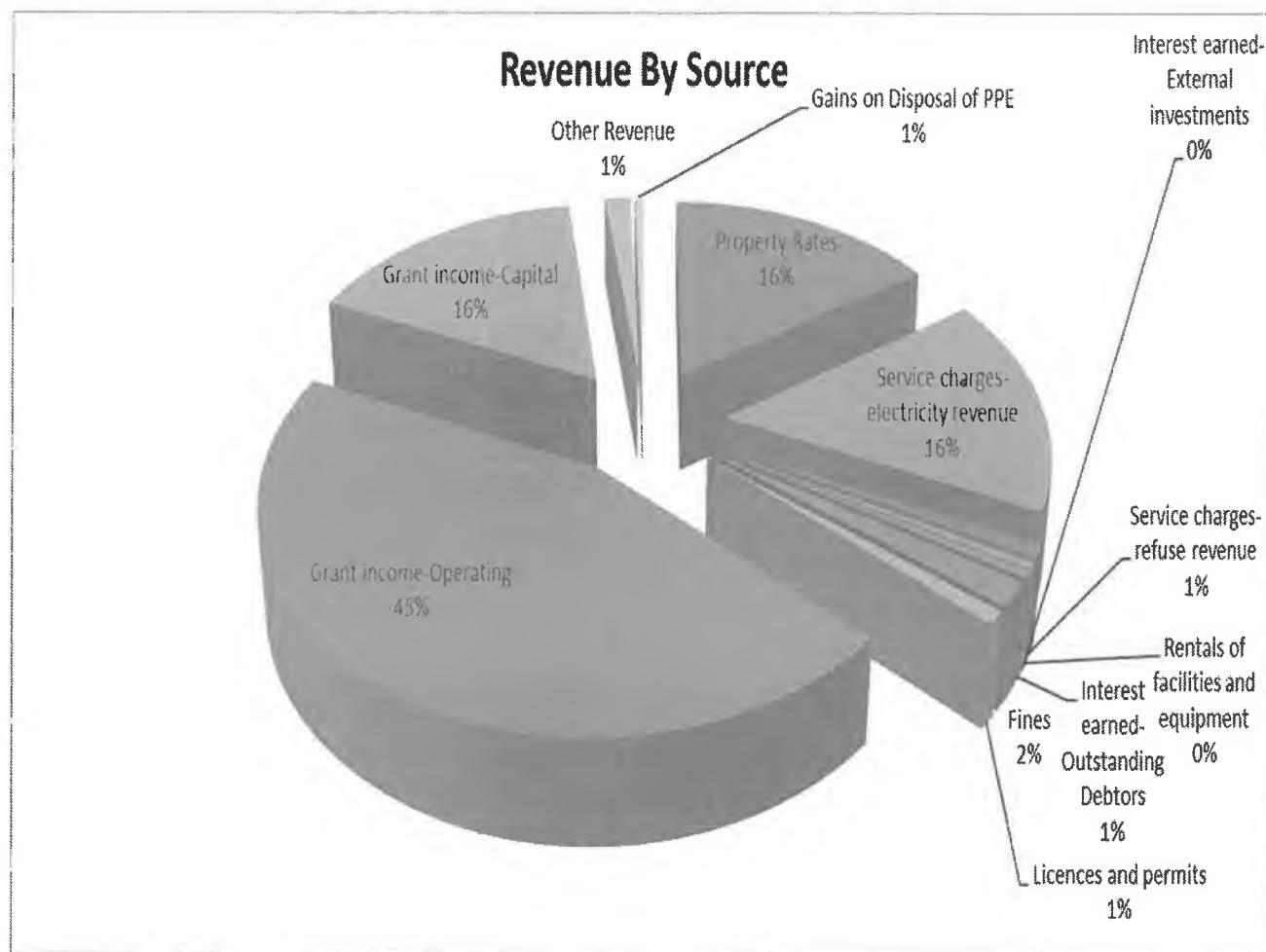


Figure 1 Main operational revenue categories for 2020/21 final budget.

1.5 Operating Expenditure Framework

The Municipality's expenditure framework for the 2020/21 budget and MTREF is informed by the following:

- Balanced budget constrains (operating expenditure should not exceed operating revenue) unless there are existing uncommitted cash-backed reserves to fund any deficit;
- Funding of the budget over the medium-term as informed by Section 18 and 19 of the MFMA;
- Strict adherence to the principle of *no project plans no budget*. If there is no business plan no funding allocation can be made.

The following table is high level summary of the 2020/21 budget and MTREF (classified per main type of operating expenditure)

Table 3 Summary of operating expenditure by Expenditure by type

KZN285 Mthonjaneni - Table A4 Budgeted Financial Performance (revenue and expenditure)

Description R thousand	Ref 1	2016/17	2017/18	2018/19	Current Year 2019/20				2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
Expenditure By Type											
Employee related costs	2	33 195	42 913	51 214	53 418	53 152	53 152	-	57 216	60 649	64 878
Remuneration of councilors		6 441	7 637	8 350	9 299	9 299	9 299	-	9 256	9 811	10 498
Debt impairment	3	-	-	-	3 900	3 900	3 900	-	8 900	9 434	10 094
Depreciation & asset impairment	2	14 437	15 245	17 489	10 145	10 145	10 145	-	13 834	14 664	15 891
Finance charges		-	-	-	-	-	-	-	-	-	-
Bulk purchases	2	20 223	21 541	22 303	26 705	23 258	23 258	-	24 421	25 886	27 439
Other materials	8	-	-	-	2 227	3 152	3 152	-	3 254	3 449	3 689
Contracted services		3 231	5 788	7 640	17 957	21 867	21 867	-	25 813	27 362	29 253
Transfers and subsidies		-	-	-	-	-	-	-	-	-	-
Other expenditure	4, 5	77 404	50 449	46 975	18 042	22 410	22 410	-	17 369	18 306	19 540
Losses		-	-	-	-	-	-	-	-	-	-
Total Expenditure		154 930	143 573	153 971	141 702	147 183	147 183	-	160 063	169 561	181 083

The budgeted allocation for employee related costs for 2020/21 financial year totals to R 57.2 million, which equals 39 per cent of the total operating expenditure.

The cost associated with the remuneration of Councillors is determined by the minister of Co-operative Governance and Traditional Affairs in accordance with the Remuneration of Public Office Bearers Act, 1998 (Act 20 of 1998). The most recent proclamation in this regard has been taken into account in compiling the 2020/21 Municipality's budget.

Provision for depreciation has been informed by Municipality's Asset Management Policy. Depreciation is widely considered a proxy for the measurement of the rate asset consumption. Budget appropriation in this regard totals to R 13.8 million for 2020/21 financial year of which it translates to 9 per cent of the total operating expenditure.

Other material comprises of amongst others the purchase of fuel and other repairs and maintenance work.

Contracted services has been widened in terms of the mSCOA classification and includes amongst others the costs of, security services, hygiene services, cleaning services, catering services, contracted repairs and maintenance services, leased vehicles, event coordinators. As part of the compilation of the 2020/21 MTREF this group of expenditure was critically evaluated and operational efficiencies were enforced.

Other expenditure comprises of various line items relating to the daily operations of the municipality. This group of expenditure has also been identified as an area in which cost savings and efficiencies can be achieved.

The following table gives a breakdown of the main expenditure categories for the financial year. 2020/21

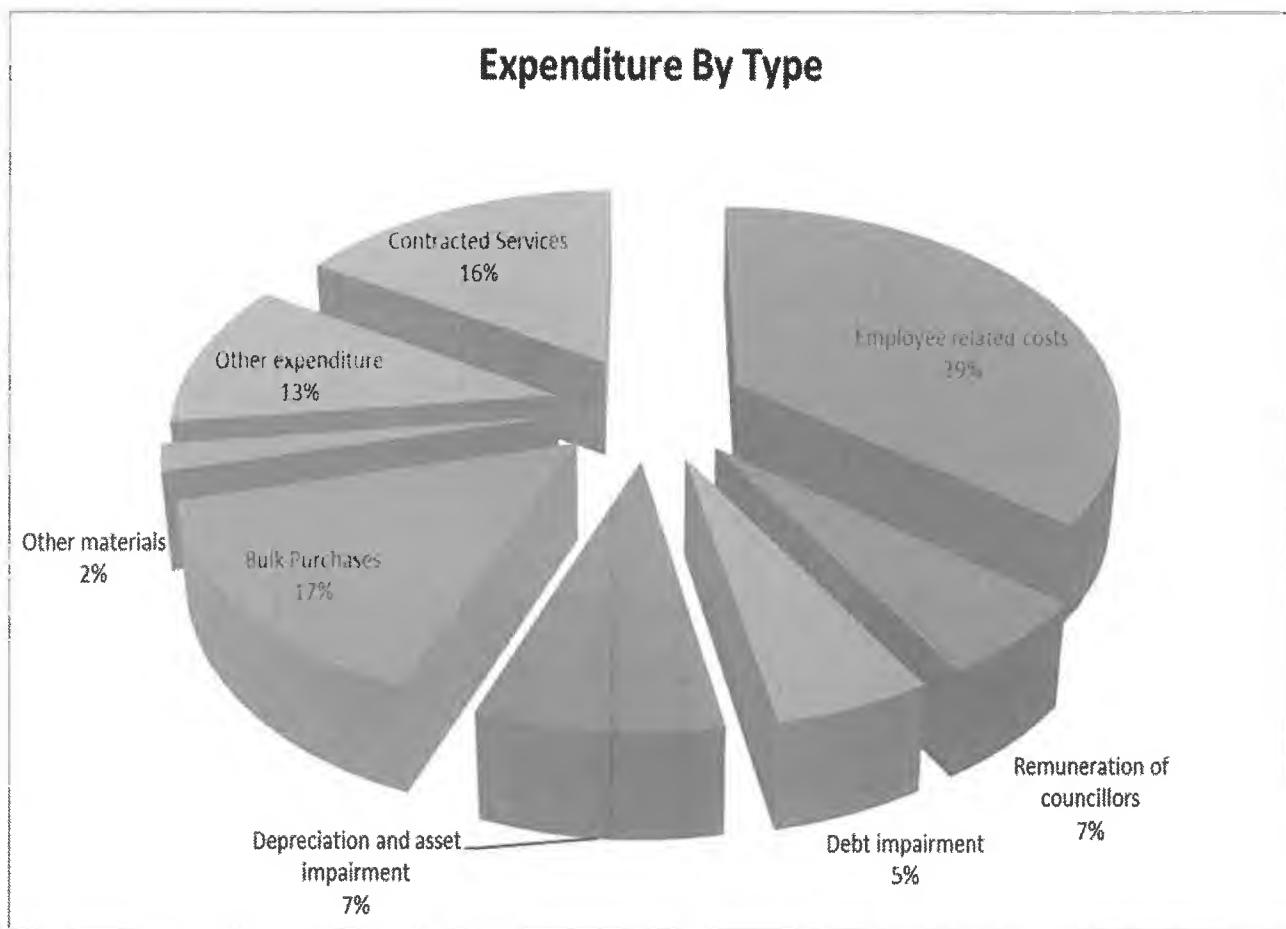


Figure 2 Main operational expenditure categories for the 2020/21 final budget

Table 4 Operational repairs and maintenance
SA1

by Expenditure Item	8								
Employee related costs									
Other materials									
Contracted Services									
Other Expenditure									
Total Repairs and Maintenance Expenditure	8	6 822			3 050	3 468	3 468		2 706
	9	6 822	-	-	3 050	3 468	3 468	-	3 000
									2 880
									3 180
									3 403
									5 706
									6 060
									6 493

In terms of the Municipal Budget and Reporting Regulations, operational repairs and maintenance is not considered as a direct expenditure driver but an outcome of certain other expenditure, such as remuneration, purchases of materials and contracted services. Mthonjaneni Local Municipality is aware of the Municipal Budget and Reporting Regulations which states that priority must be given to operational repairs and maintenance but because of its capacity and a small number of assets that the municipality owns the budgeted amount is reflected on the table above is small.

1.5.1 Free Basic Services

The free basic service assists households that are poor or face other circumstances that limit their ability to pay for services. To receive this service the households are required to register in

terms of the Municipality's Indigent Policy. The qualification criterion in terms of the municipality's Indigent policy is that, the household joint gross income should not exceed two times the government old age pension grant.

1.6 Annual Budget Tables – Parent Municipality

The following pages present the ten main budget tables as required in terms of section 9 of the Municipal Budget and Reporting Regulations. These tables set out the municipality's 2020/21 budget and MTREF as recommended to be approved by the Council. Each table is accompanied by explanatory notes on the facing page.

Table 5 MBRR Table A1 – Budget Summary

KZN285 Mthonjaneni - Table A1 Budget Summary

Description R thousands	2016/17	2017/18	2018/19	Current Year 2019/20				2020/21 Medium Term Revenue & Expenditure Framework		
	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
Financial Performance										
Property rates	9 789	11 431	13 453	19 981	19 981	19 981	—	31 382	38 199	40 873
Service charges	20 935	21 985	22 284	32 998	33 060	33 050	—	34 702	36 794	39 359
Investment revenue	2 176	1 367	666	750	750	750	—	900	954	1 021
Transfers recognised - operational	71 384	79 370	76 672	85 379	86 129	86 129	—	90 650	92 906	97 127
Other own revenue	37 751	13 129	3 766	5 865	13 967	13 967	—	10 675	11 315	12 107
Total Revenue (excluding capital transfers and contributions)	142 036	127 282	116 871	144 977	153 877	153 877	—	168 319	180 162	190 468
Employee costs	33 195	42 913	51 214	53 418	53 152	53 152	—	57 215	60 649	64 878
Remuneration of councillors	6 441	7 637	8 350	9 299	9 299	9 299	—	9 256	9 811	10 498
Depreciation & asset impairment	14 437	15 245	17 489	10 145	10 145	10 145	—	13 834	14 664	15 691
Finance charges	—	—	—	—	—	—	—	—	—	—
Materials and bulk purchases	20 223	21 541	22 303	28 932	26 410	26 410	—	27 674	29 335	31 128
Transfers and grants	—	—	—	—	—	—	—	—	—	—
Other expenditure	80 635	56 237	54 615	39 909	48 177	48 177	—	52 083	55 102	58 887
Total Expenditure	154 930	143 573	153 971	141 702	147 183	147 183	—	160 063	169 561	181 083
Surplus/(Deficit)	(12 895)	(16 291)	(37 100)	3 275	6 694	6 694	—	8 257	10 602	9 405
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)	37 399	32 278	36 749	33 033	33 033	33 033	—	32 939	31 152	33 040
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies)										
Households, Non-profit institutions, Private Enterprises										
Public Corporations Higher Educational Institutions) & Transfers and subsidies - capital (in-kind - all)	54 721	—	—	—	—	—	—	—	—	—
Surplus/(Deficit) after capital transfers & contributions	79 225	15 987	(351)	36 308	39 727	39 727	—	41 196	41 754	42 445
Surplus/(Deficit) for the year	79 225	15 987	(351)	36 308	39 727	39 727	—	41 196	41 754	42 445
Capital expenditure & funds sources										
Capital expenditure	34 242	—	—	36 158	39 918	39 918	—	39 694	38 470	36 205
Transfers recognised - capital	34 242	—	—	33 033	33 033	33 033	—	32 939	31 152	33 040
Borrowing	—	—	—	—	—	—	—	—	—	—
Internally generated funds	—	—	—	3 125	6 885	6 885	—	6 755	7 318	3 165
Total sources of capital funds	34 242	—	—	36 158	39 918	39 918	—	39 694	38 470	36 205
Financial position										
Total current assets	97 532	49 107	47 792	50 613	59 080	59 080	—	54 649	107 540	112 917
Total non current assets	195 458	353 020	371 772	415 373	416 622	416 622	—	386 913	403 324	423 381
Total current liabilities	25 643	17 101	31 316	17 101	17 460	17 460	—	17 144	18 001	18 901
Total non current liabilities	2 745	7 868	9 324	7 868	5 882	5 882	—	12 890	13 534	14 211
Community wealth/Equity	284 600	377 158	378 924	441 017	452 360	452 360	—	411 529	479 328	503 186
Cash flows										
Net cash from (used) operating	27 424	25 133	34 001	45 055	43 627	43 627	—	42 046	37 720	38 129
Net cash from (used) investing	(34 242)	(41 735)	(34 987)	—	(14 171)	(14 171)	—	(32 794)	(31 316)	(28 634)
Net cash from (used) financing	—	—	—	—	—	—	—	—	—	—
Cash/cash equivalents at the year end	35 652	3 680	2 694	47 749	30 934	30 934	—	11 945	18 349	27 844
Cash backlog/surplus reconciliation										
Cash and investments available	30 000	1 529	2 694	7 961	26 122	26 122	—	6 176	6 480	6 695
Application of cash and investments	(39 110)	(23 502)	(18 116)	(26 053)	(14 837)	(14 837)	—	(17 139)	(49 826)	(52 317)
Balance - surplus (shortfall)	69 110	25 031	20 810	34 014	40 959	40 959	—	23 315	56 306	59 012
Asset management										
Asset register summary (NDV)	324 805	351 354	368 870	35 158	39 971	39 971	39 971	39 694	38 470	36 055
Depreciation	38 783	52 756	70 223	10 144	10 144	10 144	10 144	—	—	—
Renewal and Upgrading of Existing Assets	—	—	—	—	—	—	—	—	—	—
Repairs and Maintenance	—	—	—	3 050	3 214	5 253	5 253	3 336	3 536	3 777
Free services										
Cost of Free Basic Services provided	—	—	—	—	—	—	—	—	—	—
Revenue cost of free services provided	—	—	—	—	—	—	—	—	—	—
Households below minimum service level										
Water:	—	—	—	—	—	—	—	—	—	—
Sanitation/sewerage:	—	—	—	—	—	—	—	—	—	—
Energy:	0	0	0	0	0	0	0	0	0	0
Refuse:	13	13	13	13	13	13	13	13	13	13

Explanatory notes to MBRR Table A1 – Budget Summary

1. Table A1 is a budget summary and provides a concise overview of the Municipality's budget from all of the major financial perspective (operating, capital expenditure, financial position, cash flow, and MFMA funding compliance).
2. The table provides an overview of the amounts approved by Council for operating performance, resources deployed to capital expenditure, financial position, cash and funding compliance, as well as the municipality's commitment to eliminating basic services delivery backlogs.

3. Financial management reforms emphasize the importance of the municipal budget being funded. This requires the simultaneous assessment of the Financial Performance, Financial Position and Cash Flow Budgets, along with the Capital Budget. The Budget Summary provides the key information in this regard:
- the operating surplus/deficit (after Total Expenditure) is positive over the MTREF
 - Capital expenditure is balanced by capital funding sources.

Table 6 MBRR Table A2 – Budgeted Financial Performance (revenue and expenditure by standard classification)

KZN285 Mthonjaneni - Table A2 Budgeted Financial Performance (revenue and expenditure by functional classification)

Functional Classification Description R thousand	Ref 1	2016/17	2017/18	2018/19	Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
Revenue - Functional										
<i>Governance and administration</i>		140 046	79 475	81 331	103 524	106 622	106 622	121 344	133 374	140 445
Executive and council		6 315	–	–	–	–	–	–	–	–
Finance and administration		133 731	79 475	81 331	103 524	106 622	106 622	121 344	133 374	140 445
Internal audit		–	–	–	–	–	–	–	–	–
<i>Community and public safety</i>		3 280	24 902	1 626	5 673	7 918	7 918	7 419	7 053	7 526
Community and social services		3 280	810	1 035	1 119	1 864	1 864	1 895	1 197	1 261
Sport and recreation		–	–	–	–	–	–	–	–	–
Public safety		–	24 093	581	4 554	6 054	6 054	5 524	5 855	6 265
Housing		–	–	–	–	–	–	–	–	–
Health		–	–	–	–	–	–	–	–	–
<i>Economic and environmental services</i>		62 440	23 167	23 614	20 813	24 313	24 313	22 791	22 101	23 195
Planning and development		–	–	–	–	–	–	119	–	–
Road transport		62 440	23 167	23 614	20 813	24 313	24 313	22 672	22 101	23 195
Environmental protection		–	–	–	–	–	–	–	–	–
<i>Trading services</i>		28 390	32 015	47 049	48 000	48 051	48 051	49 704	48 786	52 381
Energy sources		26 972	30 851	45 267	46 068	46 088	46 088	47 542	46 601	50 023
Water management		–	–	–	–	–	–	–	–	–
Waste water management		–	–	–	–	–	–	–	–	–
Waste management		1 418	1 164	1 782	1 912	1 963	1 963	2 061	2 185	2 338
<i>Other</i>	4	–	–	–	–	–	–	–	–	–
Total Revenue - Functional	2	234 155	159 560	153 620	178 010	186 905	186 905	201 258	211 314	223 528
Expenditure - Functional										
<i>Governance and administration</i>		78 783	56 769	74 247	63 671	68 295	68 295	74 530	79 319	84 826
Executive and council		21 051	19 377	22 120	18 542	19 267	19 267	16 593	17 589	18 820
Finance and administration		57 732	36 885	49 634	42 951	46 752	46 752	55 841	59 192	63 290
Internal audit		–	527	2 494	2 178	2 276	2 276	2 305	2 539	2 717
<i>Community and public safety</i>		37 538	23 307	24 030	24 256	24 280	24 280	26 514	28 105	30 072
Community and social services		34 560	11 938	12 108	10 503	10 052	10 052	11 431	12 117	12 985
Sport and recreation		–	–	–	–	–	–	–	–	–
Public safety		2 978	11 369	11 922	13 753	14 228	14 228	15 083	15 988	17 107
Housing		–	–	–	–	–	–	–	–	–
Health		–	–	–	–	–	–	–	–	–
<i>Economic and environmental services</i>		11 945	34 980	23 973	22 374	26 081	26 081	27 990	29 670	31 746
Planning and development		–	1 231	2 186	4 303	4 576	4 576	6 314	6 693	7 161
Road transport		11 945	33 749	21 787	18 071	21 504	21 504	21 676	22 977	24 585
Environmental protection		–	–	–	–	–	–	–	–	–
<i>Trading services</i>		26 664	28 517	31 721	31 401	28 527	28 527	30 629	32 467	34 439
Energy sources		24 907	26 691	29 535	29 042	28 412	28 412	27 247	28 882	30 639
Water management		–	–	–	–	–	–	–	–	–
Waste water management		–	–	–	–	–	–	–	–	–
Waste management		1 757	1 826	2 186	2 358	2 115	2 115	3 382	3 585	3 800
<i>Other</i>	4	–	–	–	–	–	–	–	–	–
Total Expenditure - Functional	3	154 930	143 573	153 971	141 702	147 183	147 183	160 083	169 561	181 064
Surplus/(Deficit) for the year		79 225	15 987	(351)	36 308	39 722	39 722	41 196	41 754	42 444

Explanatory notes to Table A2 – Budget Financial Performance (revenue and expenditure by standard classification)

- Table A2 is a view of the budgeted financial performance in relation to revenue and expenditure per standard classification. The modified GFS standard classification divides the municipal services into 15 functional areas. Municipal revenue, operating expenditure and capital expenditure are then classified in terms of these functional areas which enables the National Treasury to compile ‘whole of government’ reports.
- Note the Total Revenue on this table includes capital revenues (Transfers recognized – capital) and so does not balance to the operating revenue shown on Table A4.

Table 7: MBRR Table A3 – Budgeted Financial performance (revenue and expenditure by municipal vote)

KZN285 Mthonjaneni - Table A3 Budgeted Financial Performance (revenue and expenditure by municipal vote)

Vote Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework		
		R thousand	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2020/21	Budget Year +1 2021/22
Revenue by Vote	1									
Vote 1 - Executive and Council		6 315	–	–	–	–	–	–	–	–
Vote 2 - Finance		133 730	79 475	81 331	103 351	106 622	106 622	121 344	133 374	140 445
Vote 3 - Corporate and Community Services		3 281	24 902	1 626	5 673	7 918	7 918	7 419	7 053	7 526
Vote 4 - Technical		90 829	55 182	70 663	68 813	72 364	72 364	72 495	70 887	75 557
Vote 5 - [NAME OF VOTE 5]		–	–	–	–	–	–	–	–	–
Vote 6 - [NAME OF VOTE 6]		–	–	–	–	–	–	–	–	–
Vote 7 - [NAME OF VOTE 7]		–	–	–	–	–	–	–	–	–
Vote 8 - [NAME OF VOTE 8]		–	–	–	–	–	–	–	–	–
Vote 9 - [NAME OF VOTE 9]		–	–	–	–	–	–	–	–	–
Vote 10 - [NAME OF VOTE 10]		–	–	–	–	–	–	–	–	–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–	–	–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–	–	–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–	–	–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–	–	–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–
Total Revenue by Vote	2	234 155	159 560	153 620	177 837	186 904	186 904	201 258	211 314	223 528
Expenditure by Vote to be appropriated	1									
Vote 1 - Executive and Council		21 051	19 904	24 613	20 721	21 543	21 543	18 989	20 128	21 537
Vote 2 - Finance		40 195	24 109	36 766	30 019	32 014	32 014	40 474	43 432	46 472
Vote 3 - Corporate and Community Services		55 076	36 573	37 874	38 921	40 841	40 841	44 338	46 363	49 563
Vote 4 - Technical		38 609	62 986	54 719	51 868	52 786	52 786	56 262	59 638	63 512
Vote 5 - [NAME OF VOTE 5]		–	–	–	–	–	–	–	–	–
Vote 6 - [NAME OF VOTE 6]		–	–	–	–	–	–	–	–	–
Vote 7 - [NAME OF VOTE 7]		–	–	–	–	–	–	–	–	–
Vote 8 - [NAME OF VOTE 8]		–	–	–	–	–	–	–	–	–
Vote 9 - [NAME OF VOTE 9]		–	–	–	–	–	–	–	–	–
Vote 10 - [NAME OF VOTE 10]		–	–	–	–	–	–	–	–	–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–	–	–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–	–	–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–	–	–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–	–	–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–
Total Expenditure by Vote	2	154 930	143 573	153 971	141 529	147 183	147 183	150 063	169 561	181 084
Surplus/(Deficit) for the year	2	79 225	15 987	(351)	36 308	39 721	39 721	41 196	41 754	42 444

Explanatory notes to MBRR Table A3 – Budgeted Financial Performance (revenue and expenditure per municipal vote)

1. Table A3 is a view of the budgeted financial performance in relation to the revenue and expenditure per municipal vote. This table facilitates the view of the budgeted operating performance in relation to the organizational structure of the Municipality. This means it is possible to present the operating surplus or deficit of a vote.

Table 8: MBRR Table A4 – Budgeted Financial performance (revenue and expenditure by municipal vote)

KZN285 Mthonjaneni - Table A4 Budgeted Financial Performance (revenue and expenditure)

Description	Ref	2016/17		2017/18		2018/19		Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23		
Revenue By Source													
Property rates	2	9 789	11 431	13 453	19 981	19 981	19 981	-	31 382	38 199	40 873		
Service charges - electricity revenue	2	19 850	19 975	20 502	31 088	31 088	31 088	-	32 642	34 601	37 023		
Service charges - water revenue	2	-	-	-	-	-	-	-	-	-	-		
Service charges - sanitation revenue	2	-	-	-	-	-	-	-	-	-	-		
Service charges - refuse revenue	2	1 046	2 008	1 782	1 910	1 962	1 962	-	2 060	2 183	2 336		
Rental of facilities and equipment		229	227	262	181	181	181	-	147	156	167		
Interest earned - external investments	2 176	1 367	696	750	750	750	750	-	900	954	1 021		
Interest earned - outstanding debtors	-	-	-	-	750	750	750	-	1 000	1 060	1 134		
Dividends received	-	-	-	-	-	-	-	-	-	-	-		
Fines, penalties and forfeits	31 618	10 156	427	1 500	3 000	3 000	3 000	-	3 600	3 816	4 083		
Licences and permits	1 923	1 472	1 544	3 054	3 954	3 054	3 054	-	1 924	2 039	2 182		
Agency services	-	-	-	-	-	-	-	-	-	-	-		
Transfers and subsidies	71 384	79 770	76 572	85 379	86 025	86 129	86 129	-	90 660	92 909	97 127		
Other revenue	2	0 374	1 060	1 534	1 134	4 634	4 634	-	3 004	3 184	3 407		
Gains		506	-	-	-	2 348	2 348	-	1 000	1 060	1 134		
Total Revenue (excluding capital transfers and contributions)		142 036	127 282	116 871	144 977	153 877	153 877	-	168 319	180 162	190 488		
Expenditure By Type													
Employee related costs	2	33 155	42 913	51 214	53 418	53 152	53 152	-	57 216	60 649	64 878		
Remuneration of councillors		6 441	7 637	8 350	9 299	9 299	9 299	-	9 256	9 811	10 498		
Debt impairment	3	-	-	-	3 900	3 900	3 900	-	8 900	9 434	10 094		
Depreciation & asset impairment	2	14 437	15 245	17 489	10 145	10 145	10 145	-	13 834	14 664	15 691		
Finance charges	-	-	-	-	-	-	-	-	-	-	-		
Bulk purchases	2	20 223	21 541	22 303	26 705	23 258	23 258	-	24 421	25 886	27 439		
Other materials	8	-	-	-	2 227	3 152	3 152	-	3 254	3 449	3 689		
Contracted services		3 231	5 768	7 640	17 967	21 867	21 867	-	25 813	27 362	29 253		
Transfers and subsidies	-	-	-	-	-	-	-	-	-	-	-		
Other expenditure	4, 5	77 404	50 449	46 975	18 042	22 410	22 410	-	17 359	18 306	19 540		
Losses	-	-	-	-	-	-	-	-	-	-	-		
Total Expenditure		154 930	143 573	153 971	141 702	147 183	147 183	-	160 063	169 561	181 083		
Surplus/(Deficit)													
Transfers and subsidies - capital (monetary allocations) (National / Provincial and District)		(12 895)	(16 291)	(37 100)	3 275	6 694	6 694	-	8 257	10 602	9 405		
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)		37 399	32 278	36 749	33 033	33 033	33 033	-	32 939	31 152	33 040		
Transfers and subsidies - capital (in-kind - all)	6	-	-	-	-	-	-	-	-	-	-		
Surplus/(Deficit) after capital transfers & contributions		54 721	15 987	(351)	36 308	39 727	39 727	-	41 196	41 754	42 445		
Taxation		79 225	15 987	(351)	36 308	39 727	39 727	-	41 196	41 754	42 445		
Surplus/(Deficit) after taxation		79 225	15 987	(351)	36 308	39 727	39 727	-	41 196	41 754	42 445		
Attributable to minorities		79 225	15 987	(351)	36 308	39 727	39 727	-	41 196	41 754	42 445		
Surplus/(Deficit) attributable to municipality		79 225	15 987	(351)	36 308	39 727	39 727	-	41 196	41 754	42 445		
Share of surplus/ (deficit) of associate	7	-	-	-	-	-	-	-	-	-	-		
Surplus/(Deficit) for the year		79 225	15 987	(351)	36 308	39 727	39 727	-	41 196	41 754	42 445		

Explanatory notes to Table A4 – Budgeted Financial Performance (revenue and expenditure)

In line with the formats prescribed by the Municipal Budget and Reporting Regulations, capital transfers and contributions are excluded from operating statement, as inclusions of these revenue sources would distort the calculation of the operating surplus/deficit.

Property rates cover the cost of the provision of general services. Determining the effective property rate tariff is therefore an integral part of the municipality's budgeting process. Interest comprises of; interest on primary bank account as well as interest earned from call investment accounts.

Table 9: MBRR Table A5 – Budgeted Capital Expenditure by vote, standard classification and funding sources

Vote Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20				2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousand	1										
Capital expenditure - Vote	2										
Mult-year expenditure to be appropriated											
Vote 1 - Executive and Council		–	–	–	–	–	–	–	–	–	–
Vote 2 - Finance		–	–	–	–	–	–	–	–	–	–
Vote 3 - Corporate and Community Services		–	–	–	–	–	–	–	–	–	–
Vote 4 - Technical		–	–	–	–	–	–	–	–	–	–
Vote 5 - [NAME OF VOTE 5]		–	–	–	–	–	–	–	–	–	–
Vote 6 - [NAME OF VOTE 6]		–	–	–	–	–	–	–	–	–	–
Vote 7 - [NAME OF VOTE 7]		–	–	–	–	–	–	–	–	–	–
Vote 8 - [NAME OF VOTE 8]		–	–	–	–	–	–	–	–	–	–
Vote 9 - [NAME OF VOTE 9]		–	–	–	–	–	–	–	–	–	–
Vote 10 - [NAME OF VOTE 10]		–	–	–	–	–	–	–	–	–	–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–	–	–	–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–	–	–	–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–	–	–	–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–	–	–	–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–	–
Capital multi-year expenditure sub-total	7	–	–	–	–	–	–	–	–	–	–
Single-year expenditure to be appropriated	2										
Vote 1 - Executive and Council		–	–	–	46	29	20	–	45	75	95
Vote 2 - Finance		–	–	–	45	34	34	–	36	75	120
Vote 3 - Corporate and Community Services		–	–	–	158	132	132	–	2 250	1 025	1 190
Vote 4 - Technical		–	–	–	35 096	35 071	39 672	–	37 125	37 200	34 550
Vote 5 - [NAME OF VOTE 5]		–	–	–	–	–	–	–	–	–	–
Vote 6 - [NAME OF VOTE 6]		–	–	–	–	–	–	–	–	–	–
Vote 7 - [NAME OF VOTE 7]		–	–	–	–	–	–	–	–	–	–
Vote 8 - [NAME OF VOTE 8]		–	–	–	–	–	–	–	–	–	–
Vote 9 - [NAME OF VOTE 9]		–	–	–	–	–	–	–	–	–	–
Vote 10 - [NAME OF VOTE 10]		–	–	–	–	–	–	–	–	–	–
Vote 11 - [NAME OF VOTE 11]		–	–	–	–	–	–	–	–	–	–
Vote 12 - [NAME OF VOTE 12]		–	–	–	–	–	–	–	–	–	–
Vote 13 - [NAME OF VOTE 13]		–	–	–	–	–	–	–	–	–	–
Vote 14 - [NAME OF VOTE 14]		–	–	–	–	–	–	–	–	–	–
Vote 15 - [NAME OF VOTE 15]		–	–	–	–	–	–	–	–	–	–
Capital single-year expenditure sub-total	–	–	–	–	38 158	39 918	39 918	–	39 694	38 370	35 955
Total Capital Expenditure - Vote	–	–	–	–	36 158	39 918	39 918	–	39 694	38 370	35 955
Capital Expenditure - Functional											
Governance and administration	1 208	–	–	–	135	129	129	–	695	360	485
Executive and council		–	–	–	60	20	20	–	50	70	95
Finance and administration	224	–	–	–	75	109	109	–	645	290	390
Internal audit		–	–	–	–	–	–	–	–	–	–
Community and public safety	3 220	–	–	–	125	117	117	–	1 670	810	920
Community and social services	3 220	–	–	–	60	75	79	–	255	60	120
Sport and recreation		–	–	–	–	–	–	–	–	–	–
Public safety		–	–	–	65	38	38	–	1 415	750	800
Housing		–	–	–	–	–	–	–	–	–	–
Health		–	–	–	–	–	–	–	–	–	–
Economic and environmental services	19 316	–	–	–	20 268	24 342	24 342	–	21 329	25 050	21 500
Planning and development		–	–	–	–	–	–	–	–	–	–
Road transport	19 316	–	–	–	20 268	24 342	24 342	–	21 329	25 050	21 500
Environmental protection		–	–	–	–	–	–	–	–	–	–
Trading services	10 500	–	–	–	15 630	15 330	15 330	–	16 000	12 250	13 300
Energy sources	8 800	–	–	–	15 380	15 330	15 330	–	15 700	12 100	13 100
Water management		–	–	–	–	–	–	–	–	–	–
Waste water management		–	–	–	–	–	–	–	–	–	–
Waste management	1 700	–	–	–	250	–	–	–	300	150	200
Other		–	–	–	–	–	–	–	–	–	–
Total Capital Expenditure - Functional	3	34 242	–	–	36 158	39 918	39 918	–	39 694	38 470	36 205
Funded by:											
National Government	27 359	–	–	–	33 033	33 033	33 033	–	32 939	31 152	33 040
Provincial Government		–	–	–	–	–	–	–	–	–	–
District Municipality		–	–	–	–	–	–	–	–	–	–
Transfers and subsidies - capital (monetary allocations) (National / Provincial Departmental Agencies, Households, Non-profit Institutions, Private Enterprises, Public Corporations, Higher Educational Institutions)	6 843	–	–	–	–	–	–	–	–	–	–
Transfers recognised - capital	4	34 242	–	–	33 033	33 033	33 033	–	32 939	31 152	33 040
Borrowing	–	–	–	–	–	–	–	–	–	–	–
Internally generated funds	6	–	–	–	3 125	2 131	6 885	–	6 755	7 318	3 165
Total Capital Funding	7	34 242	–	–	36 158	35 164	39 918	–	39 694	38 470	36 205

Explanatory notes to Table A5 – Budgeted Capital Expenditure by vote, standard classification and funding source

- Table A5 is a breakdown of the capital programs in relation to capital expenditure by municipal vote (multi – year and single – year appropriations); capital expenditure by standard classification; and funding sources necessary to fund the capital budget, including information on capital transfers from national and provincial departments.
- Mthonjaneni Municipality capital budget is set at R 39.7 million in order to address backlogs of electricity in some other wards that are within the jurisdiction of Mthonjaneni Local Municipality and also to address the infrastructure backlogs.
- The capital programs of Mthonjaneni Municipality are funded mainly from national & provincial grants and subsidies and a small portion from internally generated funds.

Table 10: MBRR Table A6 – Budgeted Financial Position

KZN285 Mthonjaneni - Table A6 Budgeted Financial Position

R thousand	Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20				2020/21 Medium Term Revenue & Expenditure Framework		
			Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
ASSETS												
Current assets												
Cash			30 000	1 529	2 694	7 961	26 122	26 122		6 073	6 376	6 695
Call investment deposits	1		–	–	–	–	–	–	–	–	–	–
Consumer debtors	1		46 128	5 573	6 402	8 712	5 573	5 573	–	47 770	50 158	52 666
Other debtors			21 058	41 461	38 250	33 940	26 940	26 940		50 158	52 666	
Current portion of long-term receivables			–	–	–	–	–	–				
Inventory	2		336	544	446	–	446	446		807	847	890
Total current assets			97 532	49 107	47 792	50 613	59 080	59 080	–	54 649	107 540	112 917
Non current assets												
Long-term receivables			–	–	–	–	–	–				
Investments			–	–	–	–	0	–				
Investment property			2 510	112	106	112	106	106		104	104	
Investment in Associate			–	–	–	–						
Property, plant and equipment	3		187 715	351 367	368 870	413 719	413 719	413 719	–	384 019	403 220	423 381
Biological			5 136	1 506	2 762	1 506	2 762	2 762		2 762		
Intangible			98	35	33	35	33	33		28		
Other non-current assets			–	1	1	1	1	1		1		
Total non current assets			195 458	353 020	371 772	415 373	416 622	416 622	–	386 913	403 324	423 381
TOTAL ASSETS			292 990	402 127	419 554	485 986	475 702	475 702	–	441 552	510 864	536 298
LIABILITIES												
Current Liabilities												
Bank overdraft	1		–	–	–	–	–	–				
Borrowing	4		–	–	–	–	–	–	–	–	–	–
Consumer deposits			1 16	1 081	1 021	1 081	1 081	1 081				
Trade and other payables	4		2 804	12 759	26 674	12 759	12 759	12 759		17 144	18 001	18 901
Provisions			21 624	3 261	3 621	3 261	3 621	3 621				
Total current liabilities			25 643	17 101	31 316	17 101	17 460	17 460	–	17 144	18 001	18 901
Non current liabilities												
Borrowing			–	–	–	–	–	–	–	–	–	–
Provisions			2 746	7 868	9 324	7 868	5 882	5 882		12 890	13 534	14 211
Total non current liabilities			2 746	7 868	9 324	7 868	5 882	5 882	–	12 890	13 534	14 211
TOTAL LIABILITIES			28 390	24 969	40 640	24 969	23 343	23 343	–	30 034	31 536	33 112
NET ASSETS	5		264 600	377 158	378 924	441 017	452 360	452 360	–	411 529	479 328	503 186
COMMUNITY WEALTH/EQUITY												
Accumulated Surplus/(Deficit)			264 600	377 158	378 924	441 017	452 360	452 360		411 529	432 105	453 710
Reserves	4		–	–	–	–	–	–	–	–	–	–
TOTAL COMMUNITY WEALTH/EQUITY	5		264 600	377 158	378 924	441 017	452 360	452 360	–	411 529	432 105	453 710

Explanatory notes to Table A6 – Budgeted Financial Position

- Table A6 is consistent with international standards of good financial management practice, and improves understandability for councillors and management of the impact of the budget on the statement of financial position (balance sheet)
- This format of presenting the statement of financial position is aligned to GRAP1, which is generally aligned to the international version which presents Assets less Liabilities as “accounting” Community Wealth. The order of items within each group illustrates items in

order of liquidity; i.e. assets ready converted to cash, or liabilities immediately required to be met from cash, appear first.

3. The municipal equivalent of equity is Community Wealth/Equity. The justification is that ownership and the net assets of the municipality belong to the community.
4. Any movement on the Budgeted Financial Performance or the Capital Budget will inevitably impact on the Budget Financial Position.

Table 11: MBRR Table A7 – Budgeted Cash Flow Statement

KZN285 Mthonjaneni - Table A7 Budgeted Cash Flows

Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework				
		R thousand	Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
CASH FLOW FROM OPERATING ACTIVITIES												
Receipts												
Property rates		9 901	12 590	13 361	17 983	15 585	15 585		25 586	27 122	29 020	
Service charges		23 788	23 294	26 264	29 699	28 669	28 669		23 827	25 256	27 024	
Other revenue		24 918	—	—	5 869	10 619	10 619		4 957	5 255	5 623	
Transfers and Subsidies - Operational	1	77 172	79 370	76 672	85 379	85 379	85 379		90 660	92 909	97 127	
Transfers and Subsidies - Capital	1	27 399	32 278	36 749	33 033	33 033	33 033		32 939	31 152	33 040	
Interest		3 146	1 367	696	750	750	750		1 405	1 489	1 594	
Dividends		—	—	—	—	—	—		—	—	—	
Payments												
Suppliers and employees		(125 581)	(123 766)	(119 741)	(127 657)	(130 408)	(130 408)		(137 329)	(145 463)	(155 298)	
Finance charges		(11 130)	—	—	—	—	—		—	—	—	
Transfers and Grants	1	(1 189)	—	—	—	—	—		—	—	—	
NET CASH FROM/(USED) OPERATING ACTIVITIES		27 424	25 133	34 001	45 055	43 627	43 627	—	42 046	37 720	38 129	
CASH FLOWS FROM INVESTING ACTIVITIES												
Receipts												
Proceeds on disposal of PPE		—	—	—	—	4 100	4 100		900	954	1 021	
Decrease (increase) in non-current receivables		—	—	—	—	16 893	16 893		6 000	6 200	6 400	
Decrease (increase) in non-current investments		—	—	—	—	—	—		—	—	—	
Payments												
Capital assets		(34 242)	(41 735)	(34 987)	—	(35 164)	(35 164)		(39 654)	(38 470)	(36 054)	
NET CASH FROM/(USED) INVESTING ACTIVITIES		(34 242)	(41 735)	(34 987)	—	(14 171)	(14 171)	—	(32 794)	(31 316)	(28 634)	
CASH FLOWS FROM FINANCING ACTIVITIES												
Receipts												
Short term loans		—	—	—	—	—	—		—	—	—	
Borrowing long term/refinancing		—	—	—	—	—	—		—	—	—	
Increases (decrease) in consumer deposits		—	—	—	—	—	—		—	—	—	
Payments												
Repayment of borrowing		—	—	—	—	—	—		—	—	—	
NET CASH FROM/(USED) FINANCING ACTIVITIES		—	—	—	—	—	—	—	—	—	—	
NET INCREASE/ (DECREASE) IN CASH HELD		(6 818)	(16 602)	(986)	45 055	29 456	29 456	—	9 252	6 404	9 495	
Cash/cash equivalents at the year begin:	2	42 470	20 282	3 680	2 694	1 479	1 479		2 694	11 945	18 349	
Cash/cash equivalents at the year end:	2	35 652	3 680	2 694	47 749	30 934	30 934		11 945	18 349	27 844	

Explanatory notes to Table A7 – Budgeted Cash Flow Statement

1. The budgeted cash flow statement is the first measurement in determining if the budget is funded.
2. It shows the expected level of cash in – flow that is likely to result from the implementation of the budget.

Cash Collection Rate

Municipal average collection rate for Property Rates for past 6 months is calculated at 176.73% however if we take into account end of financial year and beginning of financial year paying customers (government) and the effect of COVID-19 pandemic we then averaged our rate to 71% in worst case scenario for the remainder of the financial year which is a 21% decrease from the tabled budget. As for service charges (electricity and refuse services) the actual average collection rate is 89.67% we then made it 68.66% (reduced by 21.01%) this is due to the fact that the services are paid religiously as they get disconnected if not paid but due to COVID-19 that exercise might be relaxed and hence a decrease in our collection rate.

Other Revenue Composition

Other revenue is composed of Rental of Facilities & Equipment; Interest earned- Outstanding Debtors, Licenses & permits and Fines, penalties & forfeits. Rental of facilities consist of fixed rent that we charge our tenants which we expect nothing less than 90% based on average collection rate as mostly it is municipal employees that pays rent and we deduct from payroll and for hall hire and other facilities it depends on demand but due to COVID-19 hall hire services are not permitted which maybe reduce the revenue from such service, again we have used past six months history bookings to come out with 95% of budgeted amount. Interest earned from outstanding debtors is set to 55% due to the fact that customers delay to pay interest because they question it a lot but we have come with a systematical way of dealing with it as the system automatically allocates the payment to the interest after rates. License and permits we have put them on 88% as this is the most reliable revenue except when there are those individuals if they didn't come for test and with the relaxation of lockdown the testing stations are expected to open from 01 June 2020. The municipality is also expecting to collect about R2.23 million rand in traffic fines which is 62% of the budgeted revenue since it has appointed TMT who will assist with traffic management system and collections through roadblocks, letters and phone calls to traffic fine debtors.

Proceeds on disposal of PPE

This is budgeted to be R900 thousand which are proceeds expected from sale of two business sites.

Decrease (increase) other non-current receivables

The municipality has also estimated an amount of R6 million rand using the average from past three financial years on Vat refunds for the financial year 2020/21 which will assist to fund any deficit that might arise.

Table 12: MBRR Table A8 – Cash Backed Reserves/Accumulated Surplus Reconciliation

KZN285 Mthonjaneni - Table A8 Cash backed reserves/accumulated surplus reconciliation

Description R thousand	Ref	2016/17	2017/18	2018/19	Current Year 2019/20				2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Pre-audit outcome	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
Cash and Investments available											
Cash/cash equivalents at the year end	1	35 652	3 680	2 694	47 749	30 934	- 30 934	-	11 945	18 349	27 844
Other current investments > 90 days		(5 652)	(2 151)	0	(39 789)	(4 813)	(4 813)	-	(5 873)	(11 973)	(21 149)
Non current assets - Investments	1	-	-	-	-	0	-	-	104	104	-
Cash and investments available:		30 000	1 529	2 694	7 961	26 122	26 122	-	6 176	6 480	6 695
Application of cash and investments											
Unspent conditional transfers		-	-	-	-	-	-	-	2 432	2 553	2 681
Unspent borrowing		-	-	-	-	-	-	-	-	-	-
Statutory requirements	2										
Other working capital requirements	3	(55 223)	(23 502)	(18 116)	(26 053)	(14 837)	(14 837)	-	(19 570)	(52 379)	(54 997)
Other provisions		16 113									
Long term investments committed	4	-	-	-	-	-	-	-	-	-	-
Reserves to be backed by cash/investments	5										
Total Application of cash and investments:		(39 110)	(23 502)	(18 116)	(26 053)	(14 837)	(14 837)	-	(17 139)	(49 826)	(52 317)
Surplus(shortfall)		69 110	25 031	20 810	34 014	40 959	40 959	-	23 315	56 306	59 012

Explanatory notes to Table A8 – Cash Backed Reserves/Accumulated Surplus Reconciliation

1. The cash backed reserves/accumulated surplus reconciliation is aligned to the requirements of MFMA Circular 42 – Funding a Municipal Budget.
2. In essence the table evaluates the funding levels of the budget by firstly forecasting the cash and investments at year end and secondly reconciling the available funding to the liabilities/commitments that exist.

Table 13: MBRR Table A9 – Asset Management

KZN285 Mthonjaneni - Table A9 Asset Management

Description	Ref	2016/17	2017/18	2018/19	Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
R thousand										
ASSET REGISTER SUMMARY - PPE (WDV)	5	324 805	351 354	368 870	36 158	39 971	39 971	39 694	38 470	36 055
<i>Roads Infrastructure</i>		112 618	81 770	81 024	18 283	17 451	17 451	10 189	19 152	20 040
<i>Storm water Infrastructure</i>		–	7 886	7 545	–	–	–	–	–	–
<i>Electrical Infrastructure</i>		–	68 087	73 483	15 230	15 230	15 230	15 630	12 000	13 000
<i>Water Supply Infrastructure</i>		–	1 786	1 588	–	–	–	–	–	–
<i>Sanitation Infrastructure</i>		–	–	–	–	–	–	–	–	–
<i>Solid Waste Infrastructure</i>		–	155	150	250	–	–	300	150	50
<i>Rail Infrastructure</i>		–	–	–	–	–	–	–	–	–
<i>Coastal Infrastructure</i>		–	–	–	–	–	–	–	–	–
<i>Information and Communication Infrastructure</i>		–	–	–	–	–	–	–	–	–
<i>Infrastructure</i>		112 618	159 685	163 790	33 763	32 681	32 681	26 089	31 302	33 090
Community Assets		–	78 538	79 882	–	4 382	4 382	8 100	4 338	–
Heritage Assets		1	1	1	–	–	–	–	–	–
Investment properties		117	112	106	–	–	–	–	–	–
Other Assets		162 996	53 583	66 132	100	1 400	1 400	2 090	450	200
<i>Biological or Cultivated Assets</i>		2 793	1 506	2 762	–	–	–	–	–	–
<i>Intangible Assets</i>		81	35	33	–	–	–	100	200	250
<i>Computer Equipment</i>		–	340	388	120	16	16	560	140	205
<i>Furniture and Office Equipment</i>		–	878	878	145	48	48	195	205	250
<i>Machinery and Equipment</i>		–	3 171	3 024	230	487	487	210	235	260
<i>Transport Assets</i>		–	7 306	5 675	1 800	957	957	2 350	1 600	1 800
<i>Land</i>		46 198	46 198	46 198	–	–	–	–	–	–
Zoo's, Marine and Non-biological Animals		–	–	–	–	–	–	–	–	–
TOTAL ASSET REGISTER SUMMARY - PPE (WDV)	5	324 805	351 354	368 870	36 158	39 971	39 971	39 694	38 470	36 055
EXPENDITURE OTHER ITEMS		38 783	52 756	70 223	13 194	13 359	15 398	3 336	3 536	3 777
<i>Depreciation</i>	7	38 783	52 756	70 223	10 144	10 144	10 144	–	–	–
<i>Repairs and Maintenance by Asset Class</i>	3	–	–	–	3 050	3 214	5 253	3 336	3 536	3 777
<i>Roads Infrastructure</i>		–	–	–	800	959	1 609	750	795	851
<i>Storm water Infrastructure</i>		–	–	–	–	–	–	–	–	–
<i>Electrical Infrastructure</i>		–	–	–	100	740	740	400	424	449
<i>Water Supply Infrastructure</i>		–	–	–	–	–	–	–	–	–
<i>Sanitation Infrastructure</i>		–	–	–	–	–	–	–	–	–
<i>Solid Waste Infrastructure</i>		–	–	–	–	–	–	–	–	–
<i>Rail Infrastructure</i>		–	–	–	–	–	–	–	–	–
<i>Coastal Infrastructure</i>		–	–	–	–	–	–	–	–	–
<i>Information and Communication Infrastructure</i>		–	–	–	–	–	–	–	–	–
<i>Infrastructure</i>		–	–	–	900	1 699	2 349	1 150	1 219	1 300
<i>Community Facilities</i>		–	–	–	–	–	–	400	424	454
<i>Sport and Recreation Facilities</i>		–	–	–	–	–	–	–	–	–
<i>Community Assets</i>		–	–	–	–	–	–	400	424	454
<i>Heritage Assets</i>		–	–	–	–	–	–	–	–	–
<i>Revenue Generating</i>		–	–	–	–	–	–	–	–	–
<i>Non-revenue Generating</i>		–	–	–	–	–	–	–	–	–
<i>Investment properties</i>		–	–	–	–	–	–	–	–	–
<i>Operational Buildings</i>		–	–	–	800	1 130	1 130	800	848	907
<i>Housing</i>		–	–	–	–	–	–	–	–	–
<i>Other Assets</i>		–	–	–	800	1 130	1 130	800	848	907
<i>Biological or Cultivated Assets</i>		–	–	–	–	–	–	–	–	–
<i>Servitudes</i>		–	–	–	–	–	–	–	–	–
<i>Licences and Rights</i>		–	–	–	–	–	–	–	–	–
<i>Intangible Assets</i>		–	–	–	–	–	–	–	–	–
<i>Computer Equipment</i>		–	–	–	20	30	30	30	32	34
<i>Furniture and Office Equipment</i>		–	–	–	–	–	–	–	–	–
<i>Machinery and Equipment</i>		–	–	–	365	145	145	256	271	289
<i>Transport Assets</i>		–	–	–	965	210	1 599	700	742	793
<i>Land</i>		–	–	–	–	–	–	–	–	–
<i>Zoo's, Marine and Non-biological Animals</i>		–	–	–	–	–	–	–	–	–
TOTAL EXPENDITURE OTHER ITEMS		38 783	52 756	70 223	13 194	13 359	15 398	3 336	3 536	3 777

Table 14: MBRR Table A10 – Basic service delivery measurement

KZN285 Mthonjaneni - Table A10 Basic service delivery measurement

Description	Ref	2015/16		2016/17		2017/18		Current Year 2018/19			2019/20 Medium Term Revenue & Expenditure Framework		
		Outcome	Outcome	Outcome	Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2019/20	Budget Year +1 2020/21	Budget Year +2 2021/22		
Total number of households	5	-	-	-	-	-	-	-	-	-	-	-	
<i>Energy:</i>													
Electricity (at least min service level)		386	386	386	386	386	386	386	386	386	386	386	
Electricity - prepaid (min service level)		13 412	13 412	13 412	13 412	13 412	13 412	13 412	13 412	13 412	13 412	13 412	
Minimum Service Level and Above sub-total		13 798	13 798	13 798	13 798	13 798	13 798	13 798	13 798	13 798	13 798	13 798	
Electricity (< min service level)		315	315	315	315	315	315	315	315	315	315	315	
Electricity - prepaid (< min. service level)		-	-	-	-	-	-	-	-	-	-	-	
Other energy sources		78	78	78	78	78	78	78	78	78	78	78	
Below Minimum Service Level sub-total		393	393	393	393	393	393	393	393	393	393	393	
Total number of households	5	14 191	14 191	14 191	14 191	14 191	14 191	14 191	14 191	14 191	14 191	14 191	
<i>Refuse:</i>													
Removed at least once a week		-	-	-	-	-	-	-	-	-	-	-	
Minimum Service Level and Above sub-total		-	-	-	-	-	-	-	-	-	-	-	
Removed less frequently than once a week		58	58	58	58	58	58	58	58	58	58	58	
Using communal refuse dump		1 417	1 417	1 417	1 417	1 417	1 417	1 417	1 417	1 417	1 417	1 417	
Using own refuse dump		11 147	11 147	11 147	11 147	11 147	11 147	11 147	11 147	11 147	11 147	11 147	
Other rubbish disposal		145	145	145	145	145	145	145	145	145	145	145	
No rubbish disposal		-	-	-	-	-	-	-	-	-	-	-	
Below Minimum Service Level sub-total		12 767	12 767	12 767	12 767	12 767	12 767	12 767	12 767	12 767	12 767	12 767	
Total number of households	5	12 767	12 767	12 767	12 767	12 767	12 767	12 767	12 767	12 767	12 767	12 767	

Part 2 – Supporting Documentation

2.1 Overview of the annual budget process

Section 53 of the MFMA requires the Mayor of the municipality to provide general political guidance in the budget process and setting of priorities that must guide the preparation of the budget. In addition Chapter 2 of the Municipal Budget and Reporting Regulations states that the Mayor of the municipality must establish a Budget Steering Committee to provide technical assistance to the Mayor in discharging the responsibilities set out in section 53 of the Act.

The Budget Steering Committee consists of the Municipal Manager and senior officials of the municipality meeting under the chairpersonship of Mayoral Committee for Finance.

The primary aims of the Budget Steering Committees is to ensure:

- that the process followed to compile the budget complies with legislation and good budget practices;
- that there is proper alignment between the policy and service delivery priorities set out in the Municipality's IDP and the budget, taking into account the need to protect the financial sustainability of municipality;
- that the municipality's revenue and tariff setting strategies ensure that the cash resources needed to deliver services are available; and
- that various spending priorities of the different municipal departments are properly evaluated and prioritized in the allocation of resources.

2.1.1 Budget Process Overview

In terms of section 21 of the MFMA the Mayor is required to table in Council ten months before the start of the new financial year (i.e. end of August) a time schedule that sets out the process to revise the IDP and the budget.

The Mayor tabled in Council the required IDP and budget time schedule in August 2019.

Key dates applicable to the process were:

- August 2019 – Joint strategic planning session of the Mayoral Committee and Executive Management. Aim to review past performance trends of the capital and operating budgets, the economic realities and to set the prioritization criteria for the compilation of the 2020/21 MTREF;
- November 2019 – Detail departmental budget proposals (capital and operating) submitted to the Budget and Treasury Office for consolidation and assessment against the financial planning guidelines;
- January 2020 – Review of the financial strategy and key economic and financial planning assumptions by the Budget Steering Committee. This included financial forecasting and scenario considerations;
- January 2020 – Multi-year budget proposals are submitted to the Mayoral Committee for endorsement;
- 25 January 2020 – Council consider the 2019/20 Mid-year Review and Adjustments Budget;
- February 2020 – Recommendations of the Mayoral Committee are communicated to the Budget steering Committee, and on the respective departments.
- March 2020 – Tabling in Council of the Draft 2020/21 IDP and 2020/21 MTREF for public consultation;

- April 2020 – Public consultation;
- May 2020 – closing date for written comments;
- May 2020 – finalization of the IDP and MTREF, taking into consideration comments received from the public, comments from Provincial Treasury, and updated information from the most recent Division of Revenue Bill and financial framework; and
- May 2020 – tabling of the 2020/21 MTREF before Council for consideration and approval.

2.1.2 Community Consultation

The final budget 2020/21 MTREF as tabled before Council in May 2020 for community consultation will be published on the municipality's website, and hard copies will be made available at customer care offices, municipal notice boards and the municipal library but taking into account all COVID-19 regulations especial social gatherings.

All documents in the appropriate format (electronic and printed) were provided to National Treasury and Provincial Treasury in accordance with section 23 of the MFMA, to provide opportunity for them to make inputs.

2.2 Overview of alignment of annual budget with IDP

The Constitution mandates local government with the responsibility to exercise local developmental and cooperative governance. The eradication of imbalances in South African society can only be realized through a credible IDP process.

Municipalities in South Africa need to utilize integrated development planning as a method to plan future developments in their areas and so find the best solutions to achieve sound long-term developments goals. A municipal IDP provides a five year strategic programme of action aimed at setting short, medium and long term strategic and budget priorities to create a development platform, which correlates with the term of office of the political incumbents. The plan aligns the resources and the capacity of a municipality to its overall development aims and guides the vision, leadership and direction to all those that have a role to play in the development of a municipal area. The IDP enables municipalities to make the best use of scarce resources and speed up service delivery.

Integrated development planning in the South African context is amongst others, an approach to planning aimed at involving the municipality and the community to jointly find the best solutions towards sustainable development.

It is important that the IDP developed by municipalities correlate with National and Provincial intent. It must aim to co-ordinate the work of local and other spheres of government in a coherent plan to improve the quality of life for all the people living in that area.

The national and provincial priorities, policies and strategies of importance include amongst others:

- Green Paper on National Strategic Planning of 2009;
- Government Programme of Action;
- Development Facilitation Act of 1995;
- Provincial Growth and Development Strategy
- National and Provincial spatial development perspectives;

2.3 Measurable performance objectives and indicators

Performance Management is a system intended to manage and monitor service delivery progress against the identified strategic objectives and priorities. In accordance with legislative

requirements and good business practices as informed by the National Framework for Managing Programme Performance Information, the Municipality has developed and implemented a performance management system of which system is constantly refined as the integrated planning process unfolds. The municipality targets, monitors, assess and reviews organizational performance which in turn is directly linked to individual employee's performance.

2.4 Overview of budget related-policies

Banking and Investment Policy

The policy is aimed at gaining the highest possible return on investment, without incurring undue risks, during those periods when cash revenues are not needed for capital or operational purposes. The effectiveness of the investment policy is dependent on the accuracy of the municipality's cash management programme, which must identify the amounts surplus to the municipality's needs, as well as the time when and period for which such revenues are surplus.

Rates Policy

The purpose of this policy is to:

- Comply with the provisions of section 3 of the Municipal Property Rates Act, (Act No. 6 of 2004)
- Give effect to the principles outlined above;
- Determine the methodology and to prescribe procedures for the implementation of the Act;
- Determine criteria to be applied for the levying of differential rates for different categories of properties

Supply Chain Management Policy

Mthonjaneni Local Municipality may not act otherwise than in accordance with this supply chain management policy when –

- a) procuring goods or services;
- b) disposing of goods no longer needed;
- c) selecting contractors to provide assistance in the provision of municipal services otherwise than in circumstances where Chapter 8 of the Municipal Systems Act applies; or
- d) selecting external mechanism referred to in section 80 (1) (b) of the Municipal Systems Act for the provision of municipal services in circumstances contemplated in section 83 of that Act.

2.5 Overview of budget funding

Mthonjaneni Local Municipality's budget is funded in accordance with section 18 of the Municipal Finance Management Act, (Act No. 56 of 2003) whist states that:

- (1) An annual budget may only be funded from –
 - a) realistically anticipated revenues to be collected;
 - b) Cash-backed accumulated funds from previous years' surpluses not committed for other purposes; and
 - c) borrowed funds, but only for the capital budget referred to in section 17 (2)
- (2) Revenue projections in the budget must be realistic, taking into account –
 - a) Projected revenue for the current year based on collection levels to date; and
 - b) Actual revenue collected in previous financial years.

Table 15: Final Expenditure on allocations and grant programmes

KZN285 Mthonjaneni - Supporting Table SA19 Expenditure on transfers and grant programme

Description R thousand	Ref	2016/17	2017/18	2018/19	Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome	Audited Outcome	Audited Outcome	Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2020/21	Budget Year +1 2021/22	Budget Year +2 2022/23
EXPENDITURE:	1									
Operating expenditure of Transfers and Grants										
National Government:										
Local Government Equitable Share		76 022	78 599	75 637	84 288	84 288	84 288	88 665	91 732	95 888
Finance Management		63 837	67 317	70 979	79 412	79 412	79 412	83 914	88 932	92 888
EPWP Incentive		2 738	2 850	2 850	2 850	2 850	2 850	2 800	2 800	3 000
Dermarcation Grant		—	—	—	—	—	—	—	—	—
—		2 161	2 222	1 808	2 026	2 026	2 026	1 951	—	—
Dermarcation Grant		7 286	6 210	—	—	—	—	—	—	—
Provincial Government:										
Provincialisation of Libraries		738	771	1 035	1 091	1 091	1 091	1 131	1 177	1 235
Community Library Services Grant								880	880	905
—								211	211	226
—									242	254
Library Grant		738	771	1 035	1 091					
District Municipality:										
[insert description]		—	—	—	—	—	—	—	—	—
Other grant providers:										
Municipal Disaster Relief Grant		—	—	—	—	745	745	864		
Title Deeds Restoration Programme						745	745	745		
Total operating expenditure of Transfers and Grants:		76 760	79 370	76 672	85 379	86 124	86 124	90 660	92 909	97 123
Capital expenditure of Transfers and Grants										
National Government:										
Municipal Infrastructure Grant (MIG)		26 899	32 278	36 749	33 033	33 033	33 033	32 939	31 152	33 040
—		18 899	24 278	21 749	18 033	18 033	18 033	17 939	19 152	20 040
Integrated Electrification Programme Grant		8 000	8 000	15 000	15 000	15 000	15 000	15 000	12 000	13 000
Provincial Government:										
Other capital transfers/grants [insert description]		—	—	—	—	—	—	—	—	—
District Municipality:										
[insert description]		—	—	—	—	—	—	—	—	—
Other grant providers:										
Municipal Disaster Rel/		—	—	—	—	—	—	—	—	—
Total capital expenditure of Transfers and Grants		26 899	32 278	36 749	33 033	33 033	33 033	32 939	31 152	33 040
TOTAL EXPENDITURE OF TRANSFERS AND GRANTS		103 659	111 648	113 421	118 412	119 157	119 157	123 599	124 061	130 163

Table 16: Final budget to councilor allowances and employee benefits

KZN285 Mthonjaneni - Supporting Table SA22 Summary councilor and staff benefits

R thousand	Ref	2016/17			2017/18			2018/19			Current Year 2019/20			2020/21 Medium Term Revenue & Expenditure Framework		
		Audited Outcome		Audited Outcome	Audited Outcome		Original Budget	Adjusted Budget	Full Year Forecast	Budget Year 2020/21		Budget Year +1 2021/22	Budget Year +2 2022/23			
		1	A	B	C	D	E	F	G	H	I					
Councilors (Political Office Bearers plus Other)																
Basic Salaries and Wages		1 898					5 442	5 442	5 380	5 723	5 723	5 124				
Pension and UIF Contributions		333					768	768	768	812	812	859				
Medical Aid Contributions		44					86	86	86	91	91	98				
Motor Vehicle Allowance		734					1 894	1 894	1 864	2 008	2 008	2 149				
Cellphone Allowance		316					1 020	1 020	1 020	1 061	1 061	1 157				
Housing Allowances		—					—	—	—	—	—	—				
Other benefits and allowances		42					90	90	70	95	95	102				
Sub Total - Councilors		3 366					9 299	9 299	9 299	9 256	9 256	10 498				
% increase		4		(100.0%)			—	—	—	(0.5%)	—	1.0%				
Senior Managers of the Municipality																
Basic Salaries and Wages		2 721					2 538	2 731	2 731	3 202	3 202	3 631				
Pension and UIF Contributions		—					7	7	7	7	7	8				
Medical Aid Contributions		—					—	—	—	—	—	—				
Overtime		—					—	—	—	—	—	—				
Performance Bonus		525					376	—	—	—	—	—				
Motor Vehicle Allowance		3 686					480	568	568	568	568	644				
Cellphone Allowance		3 24					18	29	29	29	29	32				
Housing Allowances		3 —					72	72	72	72	72	82				
Other benefits and allowances		3 4					118	175	175	135	143	153				
Payments in lieu of leave		—					—	—	—	—	—	—				
Long service awards		—					—	—	—	—	—	—				
Post-retirement benefit obligations		6 —					—	—	—	—	—	—				
Sub Total - Senior Managers of Municipality		3 959					3 609	3 581	3 581	4 012	4 253	4 551				
% increase		4		(100.0%)			—	(0.8%)	—	12.1%	6.0%	7.0%				
Other Municipal Staff																
Basic Salaries and Wages		17 098					33 689	32 382	32 382	35 432	37 558	40 188				
Pension and UIF Contributions		2 279					4 006	4 395	4 395	4 642	4 921	5 265				
Medical Aid Contributions		1 231					2 127	2 846	2 846	2 618	2 775	2 970				
Overtime		1 157					1 576	1 820	1 820	1 705	1 808	1 934				
Performance Bonus		—					2 432	2 380	2 380	2 632	2 780	2 985				
Motor Vehicle Allowance		3 680					3 390	3 590	3 590	4 015	4 256	4 554				
Cellphone Allowance		3 —					210	301	301	343	363	389				
Housing Allowances		3 —					33	28	28	39	41	44				
Other benefits and allowances		3 931					2 346	2 229	2 229	1 776	1 883	1 999				
Payments in lieu of leave		—					—	—	—	—	—	—				
Long service awards		250					—	—	—	—	—	—				
Post-retirement benefit obligations		6 100					—	—	—	—	—	—				
Sub Total - Other Municipal Staff		23 706					49 809	49 571	49 571	53 204	56 396	60 328				
% increase		4		(100.0%)			—	(0.5%)	—	7.3%	6.0%	7.0%				
Total Parent Municipality		31 031					62 716	62 451	62 451	66 472	70 480	75 377				
				(100.0%)			—	(0.4%)	—	6.4%	6.0%	7.0%				
Board Members of Entities																
Basic Salaries and Wages		—					—	—	—	—	—	—				
Pension and UIF Contributions		—					—	—	—	—	—	—				
Medical Aid Contributions		—					—	—	—	—	—	—				
Overtime		—					—	—	—	—	—	—				
Performance Bonus		—					—	—	—	—	—	—				
Motor Vehicle Allowance		3 —					—	—	—	—	—	—				
Cellphone Allowance		3 —					—	—	—	—	—	—				
Housing Allowances		3 —					—	—	—	—	—	—				
Other benefits and allowances		3 —					—	—	—	—	—	—				
Board Fees		—					—	—	—	—	—	—				
Payments in lieu of leave		—					—	—	—	—	—	—				
Long service awards		—					—	—	—	—	—	—				
Post-retirement benefit obligations		6 —					—	—	—	—	—	—				
Sub Total - Board Members of Entities		—					—	—	—	—	—	—				
% increase		4		(100.0%)			—	—	—	—	—	—				
Senior Managers of Entities																
Basic Salaries and Wages		—					—	—	—	—	—	—				
Pension and UIF Contributions		—					—	—	—	—	—	—				
Medical Aid Contributions		—					—	—	—	—	—	—				
Overtime		—					—	—	—	—	—	—				
Performance Bonus		—					—	—	—	—	—	—				
Motor Vehicle Allowance		3 —					—	—	—	—	—	—				
Cellphone Allowance		3 —					—	—	—	—	—	—				
Housing Allowances		3 —					—	—	—	—	—	—				
Other benefits and allowances		3 —					—	—	—	—	—	—				
Payments in lieu of leave		—					—	—	—	—	—	—				
Long service awards		—					—	—	—	—	—	—				
Post-retirement benefit obligations		6 —					—	—	—	—	—	—				
Sub Total - Senior Managers of Entities		—					—	—	—	—	—	—				
% increase		4		(100.0%)			—	—	—	—	—	—				
Other Staff of Entities																
Basic Salaries and Wages		—					—	—	—	—	—	—				
Pension and UIF Contributions		—					—	—	—	—	—	—				
Medical Aid Contributions		—					—	—	—	—	—	—				
Overtime		—					—	—	—	—	—	—				
Performance Bonus		—					—	—	—	—	—	—				
Motor Vehicle Allowance		3 —					—	—	—	—	—	—				
Cellphone Allowance		3 —					—	—	—	—	—	—				
Housing Allowances		3 —					—	—	—	—	—	—				
Other benefits and allowances		3 —					—	—	—	—	—	—				
Payments in lieu of leave		—					—	—	—	—	—	—				
Long service awards		—					—	—	—	—	—	—				
Post-retirement benefit obligations		6 —					—	—	—	—	—	—				
Sub Total - Other Staff of Entities		—					—	—	—	—	—	—				
% increase		4		(100.0%)			—	—	—	—	—	—				
Total Municipal Entities																
TOTAL SALARY, ALLOWANCES & BENEFITS		31 031					62 716	62 451	62 451	66 472	70 480	75 377				
% increase		4		(100.0%)			—	—	(0.4%)	—	6.4%	6.0%	7.0%			
TOTAL MANAGERS AND STAFF		5.7	27 665				53 418	53 152	53 152	57 216	60 649	64 878				

SUMMARY	Covid 19 Special Adjusted budget <u>2019-20</u>	Final Budget year <u>2020/21</u>	Budget year <u>2021/22</u>	Budget year <u>2022/23</u>	% Percentage
Revenue by Source					
Property Rates	(19 980 632.86)	(31 382 341.85)	(38 199 364.16)	(40 873 319.65)	16%
Service charges-electricity revenue	(31 088 091.76)	(32 642 496.35)	(34 601 046.13)	(37 023 119.36)	16%
Service charges-refuse revenue	(1 961 749.93)	(2 059 837.42)	(2 183 427.67)	(2 336 267.61)	1%
Rentals of facilities and equipment	(181 086.30)	(147 000.00)	(155 820.00)	(166 727.40)	0%
Interest earned-External investments	(750 000.00)	(900 000.00)	(954 000.00)	(1 020 780.00)	0%
Interest earned-Outstanding Debtors	(750 000.00)	(1 000 000.00)	(1 060 000.00)	(1 134 200.00)	0%
Fines	(3 000 000.00)	(3 600 000.00)	(3 816 000.00)	(4 083 120.00)	2%
Licences and permits	(3 053 933.31)	(1 923 977.99)	(2 039 416.66)	(2 182 175.83)	1%
Grant income-Operating	(86 124 000.00)	(90 660 000.00)	(92 909 000.00)	(97 127 000.00)	45%
Grant income-Capital	(33 033 000.00)	(32 939 000.00)	(31 152 000.00)	(33 040 000.00)	16%
Other Revenue	(4 634 265.64)	(3 003 804.02)	(3 184 032.26)	(3 406 914.52)	1%
Gains on Disposal of PPE	(2 348 018.09)	(1 000 000.00)	(1 060 000.00)	(1 134 200.00)	0%
	(186 904 777.88)	(201 258 457.63)	(211 314 106.89)	(223 527 824.37)	100%
Expenditure by Type					
Employee related costs	53 151 860.58	57 215 720.83	60 648 664.08	64 878 478.80	36%
Remuneration of councillors	9 298 708.36	9 256 007.86	9 811 368.33	10 498 164.11	6%
Debt impairment	3 900 000.00	8 900 000.00	9 434 000.00	10 094 380.00	6%
Depreciation and asset impairment	10 144 965.00	13 834 028.37	14 664 070.07	15 690 554.98	9%
Bulk Purchases	23 257 783.00	24 420 672.15	25 885 912.48	27 439 067.23	15%
Other materials	3 152 200.00	3 253 750.00	3 448 975.00	3 689 237.25	2%
Other expenditure	22 410 428.81	17 369 419.49	18 305 584.66	19 539 796.88	11%
Contracted Services	21 866 973.35	25 813 221.03	27 362 014.29	29 253 293.29	16%
	147 182 919.10	160 062 819.72	169 560 588.90	181 082 972.54	100%
(Surplus)/ Deficit	(39 721 858.78)	(41 195 637.90)	(41 753 517.98)	(42 444 851.83)	
Capital Expenditure	39 917 750.88	39 694 000.00	38 470 476.70	36 055 000.00	
Net (Surplus)/ Deficit	(6 696 761.21)	(1 501 637.90)	(3 283 041.28)	(6 389 851.83)	

CAPITAL EXPENDITURE

VOTE DESCRIPTION	Covid 19 Special Adjusted budget 2019-20	BUDGET 2020-21	BUDGET 2021-22	BUDGET 2022-23
Municipal Manager				
Infrastructure Assets			-	-
Community Assets			-	-
Heritage Assets			-	-
Investments Properties			-	-
Other Assets			-	-
Biological or Cultivated Assets			-	-
Intangible Assets				
Computer Equipment	10 000.00	20 000.00	20 000.00	30 000.00
Furniture and Office Equipment:Acquisitions	-	10 000.00	15 000.00	20 000.00
Machinery and Equipment				
Transport Assets	-			
	10 000.00	30 000.00	35 000.00	50 000.00
Mayoral and Council				
Infrastructure Assets				
Community Assets				
Heritage Assets				
Investments Properties				
Other Assets				
Assets:Non-current Assets:Property, Plant and Equipment:Cost Model:Other				
Assets:Cost:Acquisitions - Admin				
Assets:Non-current Assets:Property, Plant and Equipment:Cost Model:Other				
Assets:Cost:Acquisitions				
Assets:Non-current Assets:Property, Plant and Equipment:Cost Model:Other Assets:Cost:Acquisitions				
Biological or Cultivated Assets				
Intangible Assets				
Computer Equipment	10 000.00	10 000.00	20 000.00	30 000.00
Furniture and Office Equipment:Acquisitions		10 000.00	15 000.00	15 000.00
Machinery and Equipment				
Transport Assets				
	10 000.00	20 000.00	35 000.00	45 000.00
Executive and council	20 000.00	50 000.00	70 000.00	95 000.00
Administrative and Corporate Support				
Infrastructure Assets				
Community Assets				
Heritage Assets				
Investments Properties				
Other Assets				
Biological or Cultivated Assets				
Intangible Assets				
Computer Equipment:Acquisitions / Server	15 000.00	400 000.00		
Furniture and Office Equipment:Acquisitions		10 000.00	15 000.00	20 000.00
Machinery & Equipment - Multi Media Screen		100 000.00	-	-
Intangible Assets		100 000.00	200 000.00	250 000.00
	15 000.00	610 000.00	215 000.00	270 000.00
Budget and Treasury Office				
Infrastructure Assets				
Community Assets				
Heritage Assets				
Investments Properties				
Other Assets				
Biological or Cultivated Assets				
Intangible Assets				
Machinery and Equipment: Acquisitions	10 000.00	10 000.00	15 000.00	30 000.00
Computer Equipment:Acquisitions	80 378.00	25 000.00	30 000.00	45 000.00
Furniture and Office Equipment	3 582.00		30 000.00	45 000.00
	93 960.00	35 000.00	75 000.00	120 000.00
Finance and administration	108 960.00	645 000.00	290 000.00	390 000.00

Community Services				
Infrastructure Assets				
Community Assets				
Heritage Assets				
Investments Properties				
Other Assets				
Biological or Cultivated Assets				
Intangible Assets				
Computer Equipment	12 371.35	25 000.00	20 000.00	35 000.00
Furniture and Office Equipment	-	10 000.00	15 000.00	30 000.00
Car Wash structure	-	200 000.00	-	-
PA Sound System	50 000.00	-	-	-
	62 371.35	235 000.00	35 000.00	65 000.00
Libraries				
Infrastructure Assets				
Community Assets				
Heritage Assets				
Investments Properties				
Other Assets				
Biological or Cultivated Assets				
Intangible Assets				
Furniture and Office Equipment: Acquisition	6 694.00	10 000.00	15 000.00	30 000.00
Computer Equipment:Acquisitions	10 000.00	10 000.00	10 000.00	25 000.00
	16 694.00	20 000.00	25 000.00	55 000.00
Community and social services	79 065.35	255 000.00	60 000.00	120 000.00
Electricity Services				
Infrastructure Assets				
Electrical Infrastructure: HV and LV Networks	160 000.00	200 000.00		
Electrical Infrastructure:Acquisitions (Street L	70 000.00	100 000.00		
Electrical Infrastructure:Future Use:Power Pl	15 000 000.00		12 000 000.00	13 000 000.00
Nqekwane Area-Ward 1	-	1 500 000.00		
Thubalethu Extension- Ward 2	-	9 000 000.00		
Ofankomo Area- Ward 3	-	500 000.00		
Kataza Area- Ward 4	-	1 000 000.00		
Umhlatuze Area- Ward 5	-	500 000.00		
Dubenzi Area-Ward 6	-	500 000.00		
Inkisa Area-Ward 8	-	500 000.00		
Ntombokazi Area- Ward 12	-	1 000 000.00		
Sangoyane Area- Ward 13	-	500 000.00		
	-			
Machinery and Equipment:Acquisitions	100 000.00	-	100 000.00	100 000.00
Metering	-	150 000.00		
Transformer housings	-	150 000.00		
Airconditioning capital (offices and Library)	-	100 000.00		
	15 330 000.00	15 700 000.00	12 100 000.00	13 100 000.00
Roads				
Infrastructure Assets				
Urban Roads Upgrade & Rehabilitation: Phase	7 038 064.24			
Nungwini Gravel Road	2 425 905.47			
Mfule Gravel Road	1 825 573.95			
Manzawayo Gravel Road	3 028 293.59			
Hawai Gravel Road	171 037.23			
Mkhakhwini, Sangoyane Gravel Road	177 200.33			
Noziphiva Gravel Road	2 784 908.78			
Urban Roads Upgrade & Rehabilitation: Phase 5 - Thubalethu Extension		-		
Mbiza Gravel Road-Ward 11		5 512 387.00		
Urban Roads Upgrade & Rehabilitation: Phase 5 - Thubalethu Township			-	
Mabhungu Gravel Road- Ward 8		4 326 613.00		
MIG Projects			19 152 000.00	20 040 000.00
	17 450 983.59	9 839 000.00	19 152 000.00	20 040 000.00
Community Assets				
Gobihlahla Creche	538 882.59	-	-	-
Mpevu Community Hall	418 186.40		-	-
Ntombokazi Community Hall	-		-	-
Mehlamasha Community Hall	2 480 225.56		380 106.78	-
Sangoyane Sportsfield-Ward 13	944 651.40	5 600 000.00	3 958 369.92	-
Kataza Creche		2 500 000.00		
	4 381 945.95	8 100 000.00	4 338 476.70	-

Other Assets				
Computer Equipment	15 000.00	30 000.00	20 000.00	10 000.00
Furniture and Office Equipment:Acquisitions (20 000.00	70 000.00	50 000.00	20 000.00
Machinery and Equipment	366 740.64		40 000.00	30 000.00
Transport Assets x 3 vans + Corrolla	957 055.35	1 150 000.00	1 000 000.00	1 200 000.00
Upgrading of Landfill Site Access Road/Parki	-	350 000.00		
Carpots (Finance, Stores and Main Offices)	250 000.00	200 000.00		
Mowing Slasher		20 000.00	30 000.00	20 000.00
Road Marker		60 000.00	10 000.00	10 000.00
Compactor		60 000.00	50 000.00	
Swimming Pool Pumps		80 000.00		50 000.00
Toolbox and heavy duty Jack		40 000.00	50 000.00	30 000.00
Brushcutters x5		50 000.00	60 000.00	50 000.00
New Printer - Plotter		30 000.00	-	-
Drain Mainhole Concrete Covers		150 000.00	50 000.00	40 000.00
Customer Care Building		300 000.00	-	-
Rehabilitation of land fill site		400 000.00	-	-
Upgrading of Surveillance Cameras		200 000.00	-	-
Upgrading of Municipal Building Gates		200 000.00	200 000.00	-
Extension of Taxi rank Carports	900 000.00			
	2 508 795.99	3 390 000.00	1 560 000.00	1 460 000.00
	24 341 725.53	21 329 000.00	25 050 476.70	21 500 000.00
Fire Fighting				
Infrastructure Assets			-	-
Community Assets			-	-
Heritage Assets			-	-
Investments Properties			-	-
Other Assets			-	-
Biological or Cultivated Assets			-	-
Intangible Assets			-	-
Computer Equipment			-	-
Furniture and Office Equipment: Acquisitions	8 000.00	50 000.00	20 000.00	30 000.00
Machinery and Equipment:Acquisitions	10 000.00	100 000.00	80 000.00	100 000.00
Transport Assets - Engine Truck	-	1 200 000.00	600 000.00	600 000.00
	18 000.00	1 350 000.00	700 000.00	730 000.00
Licensing and Protection Services				
Infrastructure Assets			-	-
Community Assets			-	-
Heritage Assets			-	-
Investments Properties			-	-
Other Assets			-	-
Biological or Cultivated Assets			-	-
Intangible Assets			-	-
Computer Equipment:Acquisitions	10 000.00	40 000.00	20 000.00	30 000.00
Furniture and Office Equipment: Acquisitions	10 000.00	25 000.00	30 000.00	40 000.00
	20 000.00	65 000.00	50 000.00	70 000.00
Public safety	38 000.00	1 415 000.00	750 000.00	800 000.00
Solid Waste Removal				
Solid Waste Infrastructure:Acquisitions (Refuse Bins/Skips)		300 000.00	150 000.00	50 000.00
Community Assets			-	-
Heritage Assets			-	-
Investments Properties			-	-
Other Assets			-	-
Biological or Cultivated Assets			-	-
Intangible Assets			-	-
Computer Equipment			-	-
Furniture and Office Equipment			-	-
		300 000.00	150 000.00	50 000.00
	39 917 750.88	39 694 000.00	38 470 476.70	36 055 000.00

COUNCIL

mSCOA Vote Description	2020/21 Medium Term & Expenditure Framework			
	Covid 19 Special Adjusted budget 2019-20	Budget year 2020/21	Budget year 2021/22	Budget year 2022/23
Office-bearer Allowance/Speaker	3 600.00	3 600.00	3 816.00	4 083.12
Travelling Allowance/Speaker	92 355.24	92 355.24	97 896.55	104 749.31
Basic Salary/Speaker	256 587.00	255 382.37	270 705.31	289 654.68
Cell phone Allowance/Speaker	40 800.00	40 800.00	43 248.00	46 275.36
Pension Fund Contributions/Speaker	36 138.96	36 138.96	38 307.30	40 988.81
Office-bearer Allowance/Executive Mayor	3 600.00	3 600.00	3 816.00	4 083.12
Travelling Allowance/Executive Mayor	155 202.94	155 202.94	164 515.12	176 031.17
Basic Salary/Executive Mayor	574 925.72	543 829.61	576 459.38	616 811.54
Cell phone Allowance/Executive Mayor	40 800.00	40 800.00	43 248.00	46 275.36
Pension Fund Contributions/Executive Mayor	80 975.40	80 975.40	85 833.92	91 842.30
Office-bearer Allowance/Deputy Executive Mayor	3 600.00	3 600.00	3 816.00	4 083.12
Travelling Allowance/Deputy Executive Mayor	124 162.50	124 162.50	131 612.25	140 285.11
Basic Salary/Deputy Executive Mayor	427 631.69	440 136.04	466 544.20	499 202.30
Cell phone Allowance/Deputy Executive Mayor	40 800.00	40 800.00	43 248.00	46 275.36
Pension Fund Contributions/Deputy Executive Mayor	60 229.80	60 229.80	63 843.59	68 312.64
Medal Aid Benefits/Deputy Executive Mayor	34 888.08	34 888.08	36 981.36	39 570.06
Office-bearer Allowance/Section 79 Committee	3 600.00	3 600.00	3 816.00	4 083.12
Travelling Allowance/Section 79 Committee	84 042.72	84 042.72	89 085.28	95 321.25
Basic Salary/Section 79 Committee	233 492.64	232 396.44	246 340.22	263 584.04
Cell phone Allowance/Section 79 Committee	40 800.00	40 800.00	43 248.00	46 275.36
Pension Fund Contributions/Section 79 Committee	32 886.24	32 886.24	34 859.41	37 299.57
Office-bearer Allowance/Executive Committee	10 800.00	10 800.00	11 448.00	12 249.36
Travelling Allowance/Executive Committee	259 754.40	259 754.40	275 339.66	294 613.44
Basic Salary/Executive Committee	721 665.00	718 276.90	761 373.52	814 669.66
Cell phone Allowance/Executive Committee	122 400.00	122 400.00	129 744.00	138 826.08
Pension Fund Contributions/Executive Committee	101 643.12	101 643.12	107 741.71	115 283.63
Office-bearer Allowance/Other Councillors	64 800.00	64 800.00	68 688.00	73 496.16
Travelling Allowance/Other Councillors	1 178 783.28	1 178 783.28	1 249 510.28	1 336 976.00
Basic Salary/Other Councillors	3 227 627.47	3 209 207.66	3 401 760.12	3 639 883.33
Cell phone Allowance/Other Councillors	734 400.00	734 400.00	778 464.00	832 956.48
Pension Fund Contributions/Other Councillors	454 596.16	454 596.16	481 871.93	515 602.96
Medal Aid Benefits/Other Councillors	51 120.00	51 120.00	54 187.20	57 980.30
Expenditure: Skills Development Levy	84 462.31	84 035.30	89 077.42	95 312.84
Inventory : Stores and material	40 000.00	0.00	0.00	0.00
Subsistence and Travelling/Mayor and Council				
Expenditure: Operational Cost: Parking Fees	15 000.00	15 000.00	15 900.00	17 013.00
Expenditure: Operational Cost: Toll Gate Fees	2 000.00	2 000.00	2 120.00	2 268.40
Expenditure: Operational Cost: Travel and Subsistence: Domestic: Accommodation	200 000.00	100 000.00	106 000.00	113 420.00
Expenditure: Operational Cost: Travel and Subsistence: Domestic: Daily Allowance	2 000.00	2 000.00	2 120.00	2 268.40
Expenditure: Operational Cost: Travel and Subsistence: Domestic: Food and Beverage (S)	20 000.00	20 000.00	21 200.00	22 684.00
Expenditure: Operational Cost: Travel and Subsistence: Domestic: Transport with Operat	10 000.00	10 000.00	10 600.00	11 342.00
Expenditure: Contracted Services: Outsourced Services: Security Services	2 450 000.00	2 280 000.00	2 416 800.00	2 585 976.00
Expenditure: Contracted Services: Outsourced Services: Transport Services	100 000.00	100 000.00	106 000.00	113 420.00
Expenditure: Contracted Services: Contractors: Maintenance of Equipment	0.00	16 125.00	17 092.50	18 288.98
Expenditure: Operational Cost: Printing, Publications and Books	0.00	50 000.00	53 000.00	56 710.00
Training Councillors		150 000.00	159 000.00	170 130.00
Council Support Burial	228 462.74	150 000.00	159 000.00	170 130.00
Expenditure: Operational Cost: Seating Allowance for Traditional Leaders	52 500.00	64 500.00	68 370.00	73 155.90
	12 503 133.41	12 299 668.16	13 037 648.25	13 950 283.62

MUNICIPAL MANAGER

mSCOA Vote Description	2020/21 Medium Term & Expenditure Framework			
	Covid 19 Special Adjusted budget 2019-20	Budget year 2020/21	Budget year 2021/22	Budget year 2022/23
Basic Salary/MM	1 013 285.04	1 074 082.14	1 138 527.07	1 218 223.97
Bonuses/MM	0.00	0.00	0.00	0.00
Travel or Motor Vehicle/MM	150 000.00	150 000.00	159 000.00	170 130.00
Scarcity/MM	46 531.32	46 531.32	49 323.20	52 775.82
Unemployment Insurance/MM	1 784.64	1 784.64	1 891.72	2 024.14
Basic Salary and Wages/Municipal Staff	847 258.99	902 082.56	956 207.51	1 023 142.04
Bonuses/Municipal Staff	70 604.92	75 173.55	79 683.96	85 261.84
Cellular and Telephone/Municipal Staff	24 000.00	24 000.00	25 440.00	27 220.80
Travel or Motor Vehicle/Municipal Staff	90 000.00	90 000.00	95 400.00	102 078.00
Rental/Municipal Staff	18 000.00	18 000.00	19 080.00	20 415.60
Overtime/Municipal Staff	31 325.02	32 484.52	34 433.59	36 843.94
Bargaining Council/Municipal Staff	447.36	447.36	474.20	507.40
Group Life Insurance/Municipal Staff	4 585.92	4 585.92	4 861.08	5 201.35
Medical/Municipal Staff	109 072.80	109 072.80	115 617.17	123 710.37
Pension/Municipal Staff	136 453.32	136 453.32	144 640.52	154 765.36
Unemployment Insurance/Municipal Staff	7 138.56	7 138.56	7 566.87	8 096.55
Skills Development Levy	21 005.44	22 161.65	23 491.35	25 135.74
Expenditure:Operational Cost:Advertising, Publicity and Marketing:Corporate and Municipal Newsletters	2 736 689.84	800 000.00	848 000.00	907 360.00
Expenditure:Contracted Serv:Advertising, Publicity and Marketing:Municipal Newsletters	4 900.29	2 150.00	2 279.00	2 438.53
Expenditure:Operational Cost:Advertising, Publicity and Marketing:Gifts and Promotional Signs	18 188.47	56 000.00	59 360.00	63 515.20
Expenditure:Operational Cost:Advertising, Publicity and Marketing:Signs	0.00	55 250.00	58 565.00	62 664.55
Expenditure:Inventory Consumed:Materials and Supplies	176 455.02	53 750.00	56 975.00	60 963.25
Subsistence and Travelling				
Expenditure:Operational Cost:Travel and Subsistence:Domestic:Accommodation	33 274.96	50 000.00	53 000.00	56 710.00
Expenditure:Operational Cost:Travel and Subsistence:Domestic:Daily Allowance	0.00	1 000.00	1 060.00	1 134.20
Expenditure:Operational Cost:Travel and Subsistence:Domestic:Food and Beverage (Self-service)	0.00	5 000.00	5 300.00	5 671.00
Expenditure:Operational Cost:Travel and Subsistence:Domestic:Transport with Operator	0.00	1 000.00	1 060.00	1 134.20
Expenditure:Operational Cost:Travel and Subsistence:Domestic:Transport without Operator	10 000.00	15 000.00	15 900.00	17 013.00
Expenditure:Operational Cost:Travel and Subsistence:Domestic:Transport without Operator	10 000.00	15 000.00	15 900.00	17 013.00
Expenditure:Operational Cost:Printing, Publications and Books	0.00	32 250.00	34 185.00	36 577.95
Expenditure:Operational Cost:Registration Fees:Professional and Regulatory Bodies	39 457.00	32 250.00	34 185.00	36 577.95
IDP Budget Roadshows				
Expenditure:Contracted Services:Outsourced Services:Catering Services	208 519.70	0.00	0.00	0.00
Expenditure:Contracted Services:Outsourced Services:Transport Services	111 800.00	0.00	0.00	0.00
Expenditure:Operational Cost:Hire Charges	98 700.00	0.00	0.00	0.00
Expenditure:Contracted Services:Outsourced Services:Catering Services	294 610.45	0.00	0.00	0.00
Expenditure:Operational Cost:Printing, Publications and Books	0.00	26 875.00	28 487.50	30 481.63
Performance Management				
Expenditure:Contracted Services:Contractors:Catering Services	20 000.00	16 125.00	17 092.50	18 288.98
Expenditure:Contracted Services:Outsourced Services:Business and Advisory:Organisational Development	0.00	10 750.00	11 395.00	12 192.65
Expenditure:Operational Cost:Advertising, Publicity and Marketing:Signs	0.00	10 750.00	11 395.00	12 192.65
Expenditure:Operational Cost:Advertising, Publicity and Marketing:Gifts and Promotional Signs	0.00	21 500.00	22 790.00	24 385.30
Expenditure:Operational Cost:Communication:Radio and TV Transmissions	20 000.00	30 000.00	31 800.00	34 026.00
Expenditure:Contracted Services:Contractors:Maintenance of Unspecified Assets	10 000.00	15 000.00	15 900.00	17 013.00
Expenditure:Contracted Services:Consultants and Professional Services:Legal Cost:Licences and Permits	400 000.00	350 000.00	371 000.00	396 970.00
	6 764 089.05	4 293 648.33	4 551 267.23	4 869 855.94

INTERNAL AUDIT

Vote Description	2020/21 Medium Term & Expenditure Framework			
	Covid 19 Special Adjusted budget 2019- 20	Budget year 2020/21	Budget year 2021/22	Budget year 2022/23
Basic Salary and Wages/Municipal Staff	548 645.88	581 564.63	616 458.51	659 610.61
Bonuses/Municipal Staff	45 720.49	48 463.72	51 371.54	54 967.55
Cellular and Telephone/Municipal Staff	12 000.00	12 000.00	12 720.00	13 610.40
Travel or Motor Vehicle/Municipal Staff	150 000.00	150 000.00	159 000.00	170 130.00
Rental/Municipal Staff	9 000.00	9 000.00	9 540.00	10 207.80
Bargaining Council/Municipal Staff	111.84	111.84	118.55	126.85
Group Life Insurance/Municipal Staff	21 945.84	21 945.84	23 262.59	24 890.97
Medical/Municipal Staff	34 632.00	34 632.00	36 709.92	39 279.61
Pension/Municipal Staff	98 756.28	98 756.28	104 681.66	112 009.37
Unemployment Insurance/Municipal Staff	1 784.64	1 784.64	1 891.72	2 024.14
Skills Development Levy	6 986.46	7 315.65	7 754.59	8 297.41
Expenditure: Operational Cost: Audit Committee Fees	146 198.01	139 750.00	148 135.00	158 504.45
Expenditure: Contracted Services: Consultants and Professional	1 200 000.00	1 290 000.00	1 367 400.00	1 463 118.00
	2 275 781.44	2 395 324.60	2 539 044.07	2 716 777.16
	2 275 781.44	2 395 324.60	2 539 044.07	2 716 777.16

BUDGET AND TREASURY OFFICE

Vote Description	2020/21 Medium Term & Expenditure Framework			
	Covid 19 Special Adjusted budget 2019-20	Budget year 2020/21	Budget year 2021/22	Budget year 2022/23
Revenue:Non-exchange Revenue:Property Rates:Agricultural Property	(1 443 788.24)	(3 790 148.00)	(4 017 556.88)	(4 298 785.86)
Revenue:Non-exchange Revenue:Property Rates:Business and Commercial Properties	(7 036 570.58)	(8 593 615.00)	(9 109 231.90)	(9 746 878.13)
Revenue:Non-exchange Revenue:Property Rates:Public Service Infrastructure Properties	(64 960.20)	(13 103.00)	(13 889.18)	(14 861.42)
Revenue:Non-exchange Revenue:Property Rates:Residential Properties:Developed	(3 420 410.19)	(6 053 643.00)	(6 416 861.58)	(6 866 041.89)
Revenue:Non-exchange Revenue:Property Rates:Residential Properties:Vacant Land	(213 678.18)	(1 234 328.00)	(1 308 387.68)	(1 399 974.82)
Revenue:Non-exchange Revenue:Property Rates:State-owned Properties	(3 407 552.31)	(8 799 936.00)	(9 327 932.16)	(9 980 887.41)
Revenue Forgone (PROPERTY RATES)		4 654 794.15		
Revenue:Non-exchange Revenue:Property Rates:Other Categories	(4 393 673.16)	(7 552 363.00)	(8 005 504.78)	(8 565 890.11)
Revenue:Exchange Revenue:Interest, Dividend and Rent on Land:Interest:Current and Non-current	(750 000.00)	(900 000.00)	(954 000.00)	(1 020 780.00)
Revenue:Non-exchange Revenue:Transfers and Subsidies:Operational:Monetary Allocations	(79 412 000.00)	(83 914 000.00)	(88 932 000.00)	(92 888 000.00)
Revenue:Non-exchange Revenue:Transfers and Subsidies:Capital:Monetary Allocations	(2 850 000.00)	(2 800 000.00)	(2 800 000.00)	(3 000 000.00)
Revenue:Exchange Revenue:Sales of Goods and Rendering of Services:Clearance Certificates	(3 787.43)	(3 976.80)	(4 215.41)	(4 510.49)
Revenue:Exchange Revenue:Operational Revenue:Collection Charges	(500 000.00)	(315 000.00)	(333 900.00)	(357 273.00)
Revenue:Exchange Revenue:Sales of Goods and Rendering of Services:Valuation Services	(2 524.95)	(2 651.20)	(2 810.27)	(3 006.99)
Revenue:Exchange Revenue:Operational Revenue:Insurance Refund	(25 249.54)	(26 512.02)	(28 102.74)	(30 669.93)
Interest earned - outstanding debtors	(750 000.00)	(1 000 000.00)	(1 060 000.00)	(1 134 200.00)
Gains on Disposal Of PPE	(2 348 018.09)	(1 000 000.00)	(1 060 000.00)	(1 134 200.00)
	(106 622 212.87)	(121 344 481.87)	(133 374 392.58)	(140 445 360.06)
Basic Salary/CFO	469 652.19	805 118.04	853 425.12	913 164.88
Bonuses/CFO	0.00	0.00	0.00	0.00
Travel or Motor Vehicle/CFO	87 500.00	87 500.00	92 750.00	99 242.50
Scarcity/CFO	22 286.11	22 286.11	23 623.28	25 276.91
Unemployment Insurance/CFO	1 784.64	1 784.64	1 891.72	2 024.14
Bargaining Council/CFO	111.84	111.84	118.55	126.85
Cellular and Telephone/CFO		0.00	0.00	0.00
Basic Salary and Wages/Municipal Staff	3 430 120.64	3 783 873.68	4 010 906.10	4 291 669.53
Bonuses/Municipal Staff	299 126.95	298 011.00	315 891.66	338 004.07
Cellular and Telephone/Municipal Staff	38 000.00	36 000.00	38 160.00	40 831.20
Travel or Motor Vehicle/Municipal Staff	325 000.00	300 000.00	318 000.00	340 260.00
Rental/Municipal Staff	102 750.00	117 000.00	124 020.00	132 701.40
Overtime/Municipal Staff	79 129.14	96 681.68	102 482.58	109 656.36
Bargaining Council/Municipal Staff	1 565.76	1 677.60	1 778.26	1 902.73
Group Life Insurance/Municipal Staff	27 070.56	18 484.56	19 593.63	20 965.19
Medical/Municipal Staff	278 981.35	280 407.60	297 232.06	318 038.30
Pension/Municipal Staff	490 534.51	468 067.76	496 151.82	530 882.45
Unemployment Insurance/Municipal Staff	24 096.96	25 251.80	26 766.91	28 640.59
Skills Development Levy	37 551.21	40 838.74	43 289.06	46 319.30
Basic Salary and Wages/Municipal Staff	499 999.80	529 999.79	561 799.78	601 125.76
Bonuses/Municipal Staff	0.00	0.00	0.00	0.00
Overtime/Municipal Staff	24 999.99	21 199.99	22 471.99	24 045.03
Bargaining Council/Municipal Staff	559.20	447.36	474.20	507.40
Unemployment Insurance/Municipal Staff	5 000.00	4 240.00	4 494.40	4 809.01
Liabilities:Current Liabilities:Provision and Impairment:Impairment:Other Receivables from	3 900 000.00	8 900 000.00	9 434 000.00	10 094 380.00
Depreciation				
Expenditure:Depreciation and Amortisation:Depreciation:Community Assets	3 124 965.00	3 931 228.37	4 167 102.07	4 458 799.22
Expenditure:Depreciation and Amortisation:Depreciation:Computer Equipment	200 000.00	206 000.00	218 360.00	233 645.20
Expenditure:Depreciation and Amortisation:Depreciation:Electrical Infrastructure	2 900 000.00	4 792 200.00	5 079 732.00	5 435 313.24
Expenditure:Depreciation and Amortisation:Depreciation:Furniture and Office Equipment	240 000.00	247 200.00	262 032.00	280 374.24
Expenditure:Depreciation and Amortisation:Depreciation:Machinery and Equipment	280 000.00	288 400.00	305 704.00	327 103.28
Expenditure:Depreciation and Amortisation:Depreciation:Other Assets	400 000.00	412 000.00	436 720.00	467 290.40
Expenditure:Depreciation and Amortisation:Depreciation:Roads Infrastructure	2 750 000.00	3 699 500.00	3 921 470.00	4 195 972.90
Expenditure:Depreciation and Amortisation:Depreciation:Transport Assets	250 000.00	257 500.00	272 950.00	292 056.50
Expenditure:Contracted Services:Consultants and Professional Services:Assets Physical V	250 000.00	450 000.00	477 000.00	510 390.00
Expenditure:Contracted Services:Consultants and Professional Services:Business and Adv	3 130 000.00	2 582 250.00	2 737 185.00	2 928 787.95
Vending System	500 000.00	550 000.00	583 000.00	623 810.00
Expenditure:Contracted Services:Consultants and Professional Services:Business and Adv	1 500 000.00	800 000.00	848 000.00	907 360.00
Grant Expense/FMG/Training MFMP				
Expenditure:Contracted Services:Consultants and Professional Services:Business and Adv	500 000.00	500 000.00	530 000.00	567 100.00
Expenditure:Operational Cost:Travel and Subsistence:Domestic:Accommodation	120 000.00	120 000.00	127 200.00	136 104.00
Expenditure:Operational Cost:Travel and Subsistence:Domestic:Daily Allowance	13 000.00	13 000.00	13 780.00	14 744.60
Expenditure:Operational Cost:Travel and Subsistence:Domestic:Food and Beverage Serv	0.00	0.00	0.00	0.00
Expenditure:Operational Cost:Printing, Publications and Books	210 000.00	200 000.00	212 000.00	226 840.00
Expenditure:Operational Cost:External Audit Fees	2 203 500.07	2 000 000.00	2 120 000.00	2 268 400.00
Expenditure:Operational Cost:Bank Charges, Facility and Card Fees:Bank Accounts	103 000.00	103 000.00	109 180.00	116 822.60
Expenditure:Operational Cost:Insurance Underwriting:Premiums	963 214.34	1 200 000.00	1 272 000.00	1 361 040.00
Expenditure:Contracted Services:Contractors:Safe Guard and Security	100 000.00	100 000.00	106 000.00	113 420.00
Expenditure:Operational Cost:Advertising	30 000.00	30 000.00	31 800.00	34 026.00
Subsistence and Traveling/Budget & Treasury				
Expenditure:Operational Cost:Travel and Subsistence:Domestic:Accommodation	80 000.00	60 000.00	63 600.00	68 052.00
Expenditure:Operational Cost:Travel and Subsistence:Domestic:Daily Allowance	3 000.00	3 000.00	3 180.00	3 402.60
Expenditure:Operational Cost:Travel and Subsistence:Domestic:Food and Beverage Serv	8 000.00	6 000.00	6 360.00	6 805.20
Expenditure:Operational Cost:Travel and Subsistence:Domestic:Incidental Cost	1 000.00	1 000.00	1 060.00	1 134.20
Expenditure:Operational Cost:Travel and Subsistence:Domestic:Transport with Operator:P	10 000.00	8 000.00	8 480.00	9 073.60
Expenditure:Operational Cost:Travel and Subsistence:Domestic:Transport without Operat	8 000.00	8 000.00	8 480.00	9 073.60
Expenditure:Operational Cost:Travel and Subsistence:Domestic:Transport without Operat	20 000.00	10 000.00	10 600.00	11 342.00
Expenditure:Contracted Services:Contractors:Maintenance of Equipment	0.00	15 000.00	15 900.00	17 013.00
Expenditure:Contracted Services:Contractors:Maintenance of Unspecified Assets	15 000.00	0.00	0.00	0.00
	30 058 500.25	38 432 260.55	40 738 196.18	43 589 869.92
	(76 563 712.62)	(82 912 221.32)	(92 636 196.40)	(96 855 490.15)

ASSET MANAGEMENT

Vote Description	2020/21 Medium Term & Expenditure Framework			
	Covid 19 Special Adjusted budget 2019-	Budget year 2020/21	Budget year 2021/22	Budget year 2022/23
Basic Salary and Wages/Municipal Staff	224 561.59	244 976.28	259 674.86	277 852.10
Bonuses/Municipal Staff	18 713.47	20 414.69	21 639.57	23 154.34
Non-pensionable/Municipal Staff	0.00	0.00	0.00	0.00
Rental/Municipal Staff	9 000.00	9 000.00	9 540.00	10 207.80
Travel or Motor Vehicle/Municipal Staff	82 500.00	82 500.00	87 450.00	93 571.50
Overtime/Municipal Staff	0.00	0.00	0.00	0.00
Bargaining Council/Municipal Staff	102.52	102.52	108.67	116.28
Group Life Insurance/Municipal Staff	0.00	0.00	0.00	0.00
Medical/Municipal Staff	22 298.40	22 298.40	23 636.30	25 290.85
Pension/Municipal Staff	44 095.68	44 095.68	46 741.42	50 013.32
Unemployment Insurance/Municipal Staff	1 784.64	1 784.64	1 891.72	2 024.14
Skills Development Levy/Asset Management	3 070.62	3 274.76	3 471.25	3 714.24
	406 126.91	428 446.97	454 153.79	485 944.56
	406 126.91	428 446.97	454 153.79	485 944.56

SUPPLY CHAIN MANAGEMENT

Vote Description	2020/21 Medium Term & Expenditure Framework			
	Covid 19 Special Adjusted budget 2019-20	Budget year 2020/21	Budget year 2021/22	Budget year 2022/23
Basic Salary and Wages/Municipal Staff	961 915.32	1 019 630.24	1 080 808.05	1 156 464.62
Bonuses/Municipal Staff	80 159.61	84 969.19	90 067.34	96 372.05
Cellular and Telephone/Municipal Staff	12 000.00	12 000.00	12 720.00	13 610.40
Travel or Motor Vehicle/Municipal Staff	150 000.00	150 000.00	159 000.00	170 130.00
Rental/Municipal Staff	27 000.00	27 000.00	28 620.00	30 623.40
Overtime/Municipal Staff	12 468.83	13 216.96	14 009.98	14 990.68
Bargaining Council/Municipal Staff	447.36	447.36	474.20	507.40
Group Life Insurance/Municipal Staff	17 727.48	17 727.48	18 791.13	20 106.51
Medical/Municipal Staff	96 883.20	96 883.20	102 696.19	109 884.93
Pension/Municipal Staff	173 144.76	173 144.76	183 533.45	196 380.79
Skills Development Levy/Supply Chain Management	11 119.15	11 696.30	12 398.08	13 265.95
Unemployment Insurance/Municipal Staff	6 063.05	6 212.67	6 585.43	7 046.41
	1 548 928.76	1 612 928.17	1 709 703.85	1 829 383.12
	1 548 928.76	1 612 928.17	1 709 703.85	1 829 383.12

ADMINISTRATIVE & CORPORATE SUPPORT

Vote Description	2020/21 Medium Term & Expenditure Framework			
	Covid 19 Special Adjusted budget 2019-20	Budget year 2020/21	Budget year 2021/22	Budget year 2022/23
Basic Salary and Wages/Municipal Staff	3 039 845.60	3 414 992.25	3 619 891.78	3 873 284.21
Bonuses/Municipal Staff	235 682.02	259 653.68	275 232.90	294 499.21
Cellular and Telephone/Municipal Staff	18 000.00	24 000.00	25 440.00	27 220.80
Travel or Motor Vehicle/Municipal Staff	180 000.00	255 000.00	270 300.00	289 221.00
Non-pensionable/Municipal Staff	0.00	0.00	0.00	0.00
Rental/Municipal Staff	102 600.00	102 600.00	108 756.00	116 368.92
Overtime/Municipal Staff	116 019.68	129 609.85	137 386.44	147 003.49
Bargaining Council/Municipal Staff	1 789.44	1 901.28	2 015.36	2 156.43
Group Life Insurance/Municipal Staff	19 760.04	19 760.04	20 945.64	22 411.84
Medical/Municipal Staff	305 058.60	305 058.60	323 362.12	345 997.46
Pension/Municipal Staff	502 174.80	533 167.04	565 157.06	604 718.06
Unemployment Insurance/Municipal Staff	25 163.49	28 741.11	30 465.58	32 598.17
Skills Development Levy/Admin & Corp. support	31 141.82	36 699.92	38 901.92	41 625.05
Expenditure:Operational Cost:Municipal Services	12 100.00	0.00	0.00	0.00
Expenditure:Contracted Services:Contractors:Maint	10 000.00	0.00	0.00	0.00
Publishing (Gazette)/Admin & Corp. support				
Expenditure:Operational Cost:Advertising, Publicity	0.00	0.00	0.00	0.00
Expenditure:Operational Cost:Advertising, Publicity	0.00	0.00	0.00	0.00
Ward Committees				
Expenditure:Operational Cost:Ward Committee Me	22 100.00	40 000.00	42 400.00	0.00
Expenditure:Operational Cost:Ward Committee Tra	0.00	100 000.00	0.00	0.00
Expenditure:Operational Cost:Remuneration to War	1 883 540.00	1 872 000.00	1 984 320.00	2 123 222.40
Stationery for Ward Committees	0.00	10 000.00	10 600.00	11 342.00
Gift and Promotional Material	0.00	40 000.00	42 400.00	45 368.00
Sound Hire for Committee Meeting	0.00	0.00	0.00	0.00
Tables & Table Cloths hire	0.00	0.00	0.00	0.00
Expenditure:Operational Cost:Indigent Relief	10 000.00	0.0	0.0	0.0
Expenditure:Operational Cost:External Computer S	10 000.0	0.0	0.0	0.0
Expenditure:Operational Cost:Printing, Publications	160 000.0	150 000.0	159 000.0	170 130.0
Postage & Stamps/Admin & Corp. support				
Expenditure:Operational Cost:Communication:Tele	650 000.00	700 000.00	742 000.00	793 940.00
Expenditure:Operational Cost:Courier and Delivery	5 000.00	5 000.00	5 300.00	5 671.00
Expenditure:Operational Cost:Communication:Posta	350 000.00	360 000.00	381 600.00	408 312.00
Staff Wellness/Admin & Corp. support				
Expenditure:Contracted Services:Contractors:Cat	144 897.82	100 000.00	106 000.00	113 420.00
Expenditure:Contracted Services:Contractors:Empl	63 000.00	100 000.00	106 000.00	113 420.00
Expenditure:Operational Cost:Transport Provided a	0.00	10 000.00	10 600.00	11 342.00
Expenditure:Inventory Consumed:Water	0.00	6 000.00	6 360.00	6 805.20
Expenditure:Inventory Consumed:Consumables:Sta	46 731.79	60 000.00	63 600.00	68 052.00
Subsistance and Travelling/Admin & Corp. support				
Expenditure:Operational Cost:Toll Gate Fees	5 000.00	4 000.00	4 240.00	4 536.80
Expenditure:Operational Cost:Travel and Subsist	30 000.00	40 000.00	42 400.00	45 368.00
Expenditure:Operational Cost:Travel and Subsist	5 000.00	5 000.00	5 300.00	5 671.00
Expenditure:Operational Cost:Travel and Subsist	5 000.00	5 000.00	5 300.00	5 671.00
Expenditure:Operational Cost:Travel and Subsist	5 000.00	5 000.00	5 300.00	5 671.00
Expenditure:Operational Cost:Travel and Subsist	5 000.00	5 000.00	5 300.00	5 671.00
Expenditure:Operational Cost:Travel and Subsist	10 000.00	10 000.00	10 600.00	11 342.00
IT Management and Support				
Expenditure:Operational Cost:External Computer S	130 000.00	150 000.00	159 000.00	170 130.00
Expenditure:Operational Cost:External Computer S	150 000.00	150 000.00	159 000.00	170 130.00
Expenditure: Website	70 000.00	100 000.00	106 000.00	113 420.00
Training/Admin & Corp. support				
Expenditure:Contracted Services:Outsourced Serv	249.50	10 000.00	10 600.00	11 342.00
Expenditure:Inventory Consumed:Materials and Sup	15 000.00	20 000.00	21 200.00	22 684.00
Expenditure:Contracted Services:Outsourced Serv	60 000.00	160 000.00	169 600.00	181 472.00
Expenditure:Operational Cost:Professional Bodies,	521 271.00	570 000.00	604 200.00	646 494.00
Expenditure:Contracted Services:Outsourced Serv	2 385 000.00	745 000.00	789 700.00	844 979.00
Expenditure:Contracted Services:Consultants and F	50 000.00	50 000.00	53 000.00	56 710.00
Expenditure:Contracted Services:Outsourced Serv	20 000.00	20 000.00	21 200.00	22 684.00
Expenditure:Job Evaluation Licence	18 203.00	40 000.00	42 400.00	45 368.00
Expenditure: Contracted Services : Job Evaluation	0.00	0.00	0.00	0.00
Expenditure:Storage Site	30 000.00	50 000.00	53 000.00	56 710.00
Expenditure:Operational Cost:Bursaries (Employee	150 000.00	100 000.00	106 000.00	113 420.00
Expenditure:Operating Leases:Machinery and Equi	100 000.00	100 000.00	106 000.00	113 420.00
Expenditure:Operational Cost: Assets less than Capt	0.00	50 000.00	53 000.00	56 710.00
Expenditure:Operational Cost:Occupational Health	62 234.57	1 100 000.00	1 166 000.00	1 247 620.00
Expenditure:Operational Cost:Uniform and Protecti	50 000.00	50 000.00	53 000.00	56 710.00
Expenditure:Operational Cost:Indigent Relief	910 000.00	910 000.00	964 600.00	1 032 122.00
	12 731 563.18	13 113 183.77	13 793 974.80	14 714 185.03
	12 731 563.18	13 113 183.77	13 793 974.80	14 714 185.03

HUMAN RESOURCES

Vote Description	2020/21 Medium Term Revenue & Expenditure Framework			
	Covid 19 Special Adjusted budget 2019-20	Budget year 2020/21	Budget year 2021/22	Budget year 2022/23
Basic Salary and Wages/Municipal Staff	836 459.38	906 746.98	961 151.80	1 028 432.43
Bonuses/Municipal Staff	69 704.95	75 562.25	80 095.98	85 702.70
Rental/Municipal Staff	18 000.00	18 000.00	19 080.00	20 415.60
Overtime/Municipal Staff	6 157.30	6 526.74	6 918.34	7 402.63
Leave Pay/Municipal Staff	0.00	0.00	0.00	0.00
Bargaining Council/Municipal Staff	335.52	335.52	355.65	380.55
Group Life Insurance/Municipal Staff	24 417.84	24 417.84	25 882.91	27 694.71
Medical/Municipal Staff	93 436.20	93 436.20	99 042.37	105 975.34
Pension/Municipal Staff	107 922.48	107 922.48	114 397.83	122 405.68
Unemployment Insurance/Municipal Staff	4 800.74	4 874.63	5 167.11	5 528.80
Skills Development Levy/Human Resources	9 864.59	10 567.47	11 201.52	11 985.62
	1 171 099.00	1 248 390.11	1 323 293.51	1 415 924.06
	1 171 099.00	1 248 390.11	1 323 293.51	1 415 924.06

LIBRARY

Vote #	Vote Description	2020/21 Medium Term & Expenditure Framework			
		Covid 19 Special Adjusted budget 2019-20	Budget year 2020/21	Budget year 2021/22	Budget year 2022/23
D0001/IR06039/F9378/X007/R0092/001/CORP	Revenue:Non-exchange Revenue:Transfers and Subsidies:Operating	1211 000.00	1226 000.00	1242 000.00	1258 000.00
D0001/IR06039/F9283/X007/R0092/001/CORP	Revenue:Non-exchange Revenue:Transfers and Subsidies:Operating	880 000.00	(905 000.00)	935 000.00	981 000.00
D0001/IR01014/F0042/X007/R0092/001/CORP	Revenue:Non-exchange Revenue:Fines, Penalties and Forfeits:Fin	(3 156.19)	(3 314.00)	(3 512.84)	(3 758.74)
D0001/IR01457/F0045/X007/R0092/001/CORP	Revenue:Exchange Revenue:Sales of Goods and Rendering of Se	125 000.00	(15 750.00)	(16 695.00)	(17 863.65)
		(1 119 156.19)	(1 150 064.00)	(1 197 207.84)	(1 260 622.39)
O0001/E00036/F0041/X007/R0092/001/COMM	Basic Salary and Wages/Municipal Staff	840 885.24	916 733.45	971 737.46	1 039 759.08
O0001/E001526/F0041/X007/R0092/001/COMM	Bonuses/Municipal Staff	70 073.77	76 394.45	80 978.12	86 646.59
O0001/E00125/F0041/X007/R0092/001/COMM	Non-Pensionable/Municipal Staff	0.00	0.00	0.00	0.00
O0001/E001523/F0041/X007/R0092/001/COMM	Rental/Municipal Staff	31 200.00	31 200.00	33 072.00	35 387.04
O0001/E00369/F0041/X007/R0092/001/COMM	Overtime/Municipal Staff	27 923.13	30 868.27	32 720.37	35 010.79
O0001/E00040/F0041/X007/R0092/001/COMM	Bargaining Council/Municipal Staff	559.20	559.20	592.75	634.24
O0001/E00042/F0041/X007/R0092/001/COMM	Group Life Insurance/Municipal Staff	0.00	0.00	0.00	0.00
O0001/E00043/F0041/X007/R0092/001/COMM	Medical/Municipal Staff	73 576.80	73 576.80	77 991.41	83 450.81
O0001/E00044/F0041/X007/R0092/001/COMM	Pension/Municipal Staff	152 914.32	152 914.32	162 089.18	173 435.42
O0001/E00045/F0041/X007/R0092/001/COMM	Unemployment Insurance/Municipal Staff	7 360.75	7 789.37	8 256.73	8 834.71
O0001/E00595/F0041/X007/R0092/001/COMM	Skills Development Levy/Libraries and Archives	8 408.85	9 167.33	9 717.37	10 397.59
O0001/E00677/F13636/X007/R3617/001/CORP	Expenditure:Contracted Services/Outsourced Services:Catering S	20 000.00	20 000.00	21 200.00	22 684.00
O0001/E00583/F0041/X007/R0093/001/CORP	Expenditure:Operational Cost:Printing, Publications and Books	29 484.23	26 000.00	27 560.00	29 489.20
	Subsistance and Travelling/Libraries and Archives				
O0001/E00602/F0042/X007/R0092/001/CORP	Expenditure:Operational Cost:Toll Gate Fees	1 000.00	1 500.00	1 590.00	1 701.30
O0001/E00600/F0042/X007/R0092/001/CORP	Expenditure:Operational Cost:Travel and Subsistence:Domestic:Air	12 000.00	20 000.00	21 200.00	22 684.00
O0001/E00061/F0042/X007/R0092/001/CORP	Expenditure:Operational Cost:Travel and Subsistence:Domestic:Di	1 200.00	3 500.00	3 710.00	3 969.70
O0001/E00062/F0042/X007/R0092/001/CORP	Expenditure:Operational Cost:Travel and Subsistence:Domestic:Fi	4 000.00	4 000.00	4 240.00	4 536.80
O0001/E00063/F0042/X007/R0092/001/CORP	Expenditure:Operational Cost:Travel and Subsistence:Domestic:In	1 000.00	3 500.00	3 710.00	3 969.70
O0001/E00144/F0042/X007/R0092/001/CORP	Expenditure:Operational Cost:Travel and Subsistence:Domestic:Tr	0.00	4 500.00	4 770.00	5 103.90
O0001/E00579/F0041/X007/R0092/001/CORP	Expenditure:Operational Cost:Municipal Services	100.00	20 000.00	21 200.00	22 684.00
O0001/E00534/F0041/X007/R0092/001/CORP	Consumable Goods	20 000.00	30 000.00	31 800.00	34 026.00
O0001/E00583/F0041/X007/R0092/001/CORP	School Text Books	0.00	30 000.00	31 800.00	34 026.00
	1 301 686.29	1 462 203.21	1 549 935.40	1 658 430.88	
	182 530.10	312 139.20	352 727.56	397 808.49	

INFORMATION TECHNOLOGY

Vote Description	2020/21 Medium Term & Expenditure Framework			
	Covid 19 Special Adjusted budget 2019-20	Budget year 2020/21	Budget year 2021/22	Budget year 2022/23
Basic Salary and Wages/Municipal Staff	439 174.92	700 414.21	742 439.06	794 409.79
Bonuses/Municipal Staff	69 704.95	75 562.25	80 095.98	85 702.70
Cellular and Telephone/Municipal Staff	6 000.00	6 000.00	6 360.00	6 805.20
Travel or Motor Vehicle/Municipal Staff	165 000.00	165 000.00	174 900.00	187 143.00
Rental/Municipal Staff	13 500.00	13 500.00	14 310.00	15 311.70
Overtime/Municipal Staff	0.00	0.00	0.00	0.00
Bargaining Council/Municipal Staff	223.68	223.68	237.10	253.70
Group Life Insurance/Municipal Staff	8 322.78	8 322.78	8 822.15	9 439.70
Medical/Municipal Staff	66 902.40	66 902.40	70 916.54	75 880.70
Pension/Municipal Staff	57 680.46	57 680.46	61 141.29	65 421.18
Unemployment Insurance/Municipal Staff	3 569.28	3 569.28	3 783.44	4 048.28
Skills Development Levy/Information Technology	6 041.75	8 654.14	9 173.39	9 815.53
	836 120.22	1 105 829.20	1 172 178.95	1 254 231.48
	836 120.22	1 105 829.20	1 172 178.95	1 254 231.48

COMMUNITY SERVICES

Vote Description	2020/21 Medium Term & Expenditure Framework			
	Covid 19 Special Adjusted budget 2019-20	Budget year 2020/21	Budget year 2021/22	Budget year 2022/23
Basic Salary/DCOM	646 290.00	685 067.40	726 171.44	777 003.45
Bonuses/DCOM	0.00	0.00	0.00	0.00
Housing Benefits/DCOM	72 000.00	72 000.00	76 320.00	81 662.40
Travel or Motor Vehicle/DCOM	150 000.00	150 000.00	159 000.00	170 130.00
Scarcity/DCOM	34 731.60	34 731.60	36 815.50	39 302.58
Unemployment Insurance/DCOM	1 784.64	1 784.64	1 891.72	2 024.14
Bargaining Council/DCOM	7 982.90	8 350.67	8 851.71	9 471.33
Basic Salary and Wages/Municipal Staff	1 486 686.18	1 644 110.63	1 742 757.26	1 864 750.27
Bonuses/Municipal Staff	116 597.18	123 759.22	131 184.77	140 367.71
Cellular and Telephone/Municipal Staff	36 000.00	36 000.00	38 160.00	40 831.20
Travel or Motor Vehicle/Municipal Staff	420 000.00	420 000.00	445 200.00	476 364.00
Rental/Municipal Staff	36 000.00	36 000.00	38 160.00	40 831.20
Overtime/Municipal Staff	12 000.00	12 000.00	12 720.00	13 610.40
Bargaining Council/Municipal Staff	559.20	559.20	592.75	634.24
Group Life Insurance/Municipal Staff	16 985.52	16 985.52	18 004.65	19 264.98
Medical/Municipal Staff	218 748.60	218 748.60	231 873.52	248 104.66
Pension/Municipal Staff	173 512.56	173 512.56	183 923.31	196 797.95
Unemployment Insurance/Municipal Staff	9 771.13	10 513.20	11 143.99	11 924.07
Skills Development Levy/Community Halls and Facilities	19 066.66	20 641.11	21 879.57	23 411.14
Early Childhood Development	220 000.00		0.00	0.00
Provision of School Uniform	10 000.00	30 000.00	31 800.00	34 026.00
Purchasing of ECDC Furniture	0.00	100 000.00	106 000.00	113 420.00
Transport	0.00	50 000.00	53 000.00	56 710.00
Catering	0.00	30 000.00	31 800.00	34 026.00
Sound System	0.00	10 000.00	10 600.00	11 342.00
Zulu Dance	200 000.00			
Expenditure:Contracted Services:Contractors:Catering Services	24 015.25	50 000.00	53 000.00	56 710.00
Expenditure:Contracted Services:Contractors:Transportation	14 950.00	50 000.00	53 000.00	56 710.00
Expenditure:Operational Cost:Honaria Voluntarily Workers)	21 300.00	90 000.00	95 400.00	102 078.00
Sound System	0.00	10 000.00	10 600.00	11 342.00
0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00
Reed Dance	345 000.00			
Expenditure:Contracted Services:Contractors:Catering Services	210 571.02	100 000.00	108 000.00	113 420.00
Expenditure:Contracted Services:Contractors:Transportation	124 100.00	100 000.00	108 000.00	113 420.00
0.00	0.00	0.00	0.00	0.00
Cosmetics	0.00	20 000.00	21 200.00	22 684.00
Sound System	0.00	10 000.00	10 600.00	11 342.00
Marquee and Decorations	0.00	15 000.00	15 900.00	17 013.00
Drinks & Water and Ice	0.00	50 000.00	53 000.00	56 710.00
T/Shirts and Rists Bands	0.00	50 000.00	53 000.00	56 710.00
Heritage Day	45 000.00			
Expenditure:Contracted Services:Contractors:Catering Services	0.00	30 000.00	31 800.00	34 026.00
Sound System	0.00	10 000.00	10 600.00	11 342.00
Decoration	0.00	5 000.00	5 300.00	5 671.00
Youth Activities	0.00			
Expenditure:Contracted Services:Contractors:Catering Services	20 800.00	0.00	0.00	0.00
Expenditure:Contracted Services:Contractors:Plants, Flowers and Other Decorations	10 000.00	0.00	0.00	0.00
Expenditure:Contracted Services:Outsourced Services:Transport Services	0.00	0.00	0.00	0.00
Sport Development Programme	100 000.00			
Expenditure:Contracted Services:Contractors:Sports and Recreation	0.00	0.00	0.00	0.00
Expenditure:Operational Cost:Advertising, Publicity, and Marketing:Gifts and Promotional It	155 008.30	0.00	0.00	0.00
Expenditure:Contracted Services:Outsourced Services:Catering Services	15 131.83	0.00	0.00	0.00
Expenditure:Contracted Services:Outsourced Services:Transport Services	18 000.00	0.00	0.00	0.00
Hire Charges	44 500.00	0.00	0.00	0.00
Training Sessions	0.00	0.00	0.00	0.00
Sports Development Plan	0.00	100 000.00	106 000.00	113 420.00
Youth Summit	210 000.00			
Expenditure:Contracted Services:Contractors:Plants, Flowers and Other Decorations	34 664.40	30 000.00	31 800.00	34 026.00
Expenditure:Contracted Services:Contractors:Catering Services	9 000.00	70 000.00	74 200.00	79 394.00
Expenditure:Contracted Services:Outsourced Services:Transport Services	42 000.00	100 000.00	108 000.00	113 420.00
Sound System	0.00	10 000.00	10 600.00	11 342.00
Senior Citizens	420 000.00			
Expenditure:Contracted Services:Outsourced Services:Transport Services	17 500.00	50 000.00	53 000.00	56 710.00
Expenditure:Contracted Services:Outsourced Services:Catering Services	192 174.83	300 000.00	318 000.00	340 260.00
Senior Citizens Forums	0.00	20 000.00	21 200.00	22 684.00
Marquee, Decoration, hire charges	0.00	40 000.00	42 400.00	45 368.00
Sound System	0.00	10 000.00	10 600.00	11 342.00
0.00	0.00	0.00	0.00	0.00
Disability	0.00			
Expenditure:Contracted Services:Contractors:Plants, Flowers and Other Decorations	0.00	0.00	0.00	0.00
Expenditure:Contracted Services:Contractors:Stage and Sound Crew	0.00	0.00	0.00	0.00
Expenditure:Contracted Services:Outsourced Services:Catering Services	0.00	0.00	0.00	0.00
Expenditure:Contracted Services:Outsourced Services:Transport Services	0.00	0.00	0.00	0.00
HIV/Aids	140 000.00			
Expenditure:Contracted Services:Contractors:Catering Services	0.00	50 000.00	53 000.00	56 710.00
Expenditure:Contracted Services:Contractors:Stage and Sound Crew	0.00	10 000.00	10 600.00	11 342.00
Expenditure:Contracted Services:Contractors:Transportation	0.00	40 000.00	42 400.00	45 368.00
Marquee, Decoration, hire charges	0.00	40 000.00	42 400.00	45 368.00
0.00	0.00	0.00	0.00	0.00

Operation Sukuma Sakhe		230 000.00			
Expenditure:Contracted Services:Contractors:Catering Services		203 140.00	100 000.00	106 000.00	113 420.00
Expenditure:Contracted Services:Contractors:Plants, Flowers and Other Decorations		0.00	20 000.00	21 200.00	22 684.00
Expenditure:Contracted Services:Contractors:Stage and Sound Crew		0.00	10 000.00	10 600.00	11 342.00
Expenditure:Contracted Services:Contractors:Transportation		22 500.00	100 000.00	106 000.00	113 420.00
Feeding of Needy Homes/ Food distribution	750 000.00	750 000.00	750 000.00	795 000.00	850 650.00
Expenditure:Inventory Consumed:Materials and Supplies		30 000.00	0.00	0.00	0.00
Tourism	150 000.00				
Expenditure:Operational Cost:Management Fee: Tourism		0.00	150 000.00	159 000.00	170 130.00
Website Upgrade		0.00	0.00	0.00	0.00
Signage		0.00	0.00	0.00	0.00
Marketing		0.00	0.00	0.00	0.00
Membership		0.00	0.00	0.00	0.00
Exhibition		0.00	0.00	0.00	0.00
Crafters Workshop		0.00	0.00	0.00	0.00
Tourism Guide Workshop		0.00	0.00	0.00	0.00
Tour Operators Workshop		0.00	0.00	0.00	0.00
NYUSI VOLUME					
Expenditure:Contracted Services:Contractors:Event Promoters	1 600 000.00	1 325 736.25	1 600 000.00	1 696 000.00	1 814 720.00
Mayoral Cup	260 000.00				
Expenditure:Contracted Services:Contractors:Catering Services		65 145.99	50 000.00	53 000.00	56 710.00
Expenditure:Contracted Services:Contractors:First Aid		173 940.00	45 000.00	47 700.00	51 039.00
Expenditure:Contracted Services:Contractors:Plants, Flowers and Other Decorations		227 000.00	0.00	0.00	0.00
Expenditure:Contracted Services:Contractors:Stage and Sound Crew		213 612.00	0.00	0.00	0.00
Expenditure:Contracted Services:Contractors:Transportation		91 000.00	50 000.00	53 000.00	56 710.00
Marquee, & hire charges		0.00	65 000.00	68 900.00	73 723.00
Expenditure:Operational Cost:Honoraria (Voluntarily Workers)		0.00	50 000.00	53 000.00	56 710.00
		0.00	0.00	0.00	0.00
		0.00	0.00	0.00	0.00
Gender Issues	50 000.00				
Marquee, Decoration, hire charges		0.00	10 000.00	10 600.00	11 342.00
Catering		0.00	10 000.00	10 600.00	11 342.00
Transport		0.00	20 000.00	21 200.00	22 684.00
Sound System		0.00	10 000.00	10 600.00	11 342.00
Expenditure:Operational Cost:Advertising, Publicity and Marketing:Burs	312 000.00	150 000.00	312 000.00	330 720.00	353 870.40
Expenditure:Operational Cost:Licences:Licence Agency Fees		0.00	0.00	0.00	0.00
Expenditure:Contracted Services:Outsourced Services:Drivers Licence	352 000.00	150 000.00	352 000.00	373 120.00	399 238.40
		0.00	0.00	0.00	0.00
Subsistance and Travelling					
Subsistance Travelling - Accomodation		80 000.00	40 000.00	42 400.00	45 368.00
Subsistance and Travelling - Daily Allowance		1 000.00	1 000.00	1 060.00	1 134.20
Subsistance and Travelling - Food		2 000.00	2 000.00	2 120.00	2 268.40
Subsistance and Travelling - Incidental		1 000.00	1 000.00	1 060.00	1 134.20
Subsistance and Travelling - Other Transport		2 000.00	2 000.00	2 120.00	2 268.40
Subsistance and Travelling - Car Rental		5 000.00	5 000.00	5 300.00	5 671.00
Subsistance and Travelling - Own Transport		5 000.00	5 000.00	5 300.00	5 671.00
Subsistance and Travelling - Parking Fees		500.00	500.00	530.00	567.10
		7 920 966.02	9 105 264.34	9 651 580.21	10 327 190.82
		7 920 966.02	9 105 264.34	9 651 580.21	10 327 190.82

DISASTER MANAGEMENT

Vote Description	2020/21 Medium Term & Expenditure Framework			
	Covid 19 Special Adjusted budget 2019- 20	Budget year 2020/21	Budget year 2021/22	Budget year 2022/23
Municipal Disaster Relief Grant	(745 000.00)	(745 000.00)	0.00	0.00
	(745 000.00)	(745 000.00)	0.00	0.00
Basic Salary and Wages/Municipal Staff	523 235.88	554 630.03	587 907.83	629 061.38
Bonuses/Municipal Staff	43 602.99	46 219.17	48 992.32	52 421.78
Cellular and Telephone/Municipal Staff	12 000.00	12 000.00	12 720.00	13 610.40
Travel or Motor Vehicle/Municipal Staff	150 000.00	150 000.00	159 000.00	170 130.00
Bargaining Council/Municipal Staff	111.84	111.84	118.55	126.85
Group Life Insurance/Municipal Staff	12 714.60	12 714.60	13 477.48	14 420.90
Medical/Municipal Staff	27 993.60	27 993.60	29 673.22	31 750.34
Pension/Municipal Staff	51 015.48	51 015.48	54 076.41	57 861.76
Unemployment Insurance/Municipal Staff	1 784.64	1 784.64	1 891.72	2 024.14
Skills Development Levy/Disaster Management	6 732.36	7 046.30	7 469.08	7 991.91
	829 191.39	863 515.66	915 326.60	979 399.46
	84 191.39	118 515.66	915 326.60	979 399.46

FIRE FIGHTING

Vote Description	2020/21 Medium Term & Expenditure Framework			
	Covid 19 Special Adjusted Budget 2019-	Budget year 2020/21	Budget year 2021/22	Budget year 2022/23
Basic Salary and Wages/Municipal Staff	1 979 051.56	2 108 358.06	2 234 859.55	2 391 299.71
Bonuses/Municipal Staff	164 920.96	175 696.51	186 238.30	199 274.98
Cellular and Telephone/Municipal Staff	12 000.00	12 000.00	12 720.00	13 610.40
Rental/Municipal Staff	108 000.00	108 000.00	114 480.00	122 493.60
Standby Allowance/Municipal Staff	288 000.00	288 000.00	305 280.00	326 649.60
Overtime/Municipal Staff	288 000.00	288 000.00	305 280.00	326 649.60
Bargaining Council/Municipal Staff	1 342.08	1 342.08	1 422.60	1 522.19
Group Life Insurance/Municipal Staff	0.00	0.00	0.00	0.00
Medical/Municipal Staff	252 907.20	252 907.20	268 081.63	286 847.35
Pension/Municipal Staff	268 355.88	268 355.88	284 457.23	304 369.24
Unemployment Insurance/Municipal Staff	19 330.10	20 168.68	21 378.80	22 875.31
Skills Development Levy/ Fire Fighting	20 690.52	21 983.58	23 302.60	24 933.78
Expenditure: Contracted Services: Contractors: Maintenance	30 000.00	50 000.00	53 000.00	56 710.00
Expenditure: Operational Cost: Uniform and Protective Clothing	150 000.00	200 000.00	212 000.00	226 840.00
Expenditure: Contracted Services: Contractors: Fire Services	50 000.00	100 000.00	106 000.00	113 420.00
Disaster Recovery and Response	50 000.00	100 000.00	106 000.00	113 420.00
Subsistence Travelling - Accommodation	20 000.00	10 000.00	10 600.00	11 342.00
Subsistence and Travelling - Daily Allowance	5 000.00	5 000.00	5 300.00	5 671.00
Subsistence and Travelling - Food	1 000.00	1 000.00	1 060.00	1 134.20
Subsistence and Travelling - Incidental	1 000.00	1 000.00	1 060.00	1 134.20
Subsistence and Travelling - Other Transport	2 000.00	2 000.00	2 120.00	2 268.40
Subsistence and Travelling - Car Rental	4 500.00	4 500.00	4 770.00	5 103.90
Subsistence and Travelling - Own Transport	6 000.00	6 000.00	6 360.00	6 805.20
Subsistence and Travelling - Parking Fees	500.00	500.00	530.00	567.10
	3 722 598.30	4 024 811.98	4 266 300.70	4 564 941.75
	3 722 598.30	4 024 811.98	4 266 300.70	4 564 941.75

LICENSING & PROTECTION SERVICES

Vote Description	2020/21 Medium Term & Expenditure Framework			
	Covid 19 Special Adjusted budget 2019-20	Budget year 2020/21	Budget year 2021/22	Budget year 2022/23
Revenue:Non-exchange Revenue:Fines, Penalties and Forfeits:Fines:Traffic	(3 000 000.00)	(3 600 000.00)	(3 816 000.00)	(4 083 120.00)
Revenue:Exchange Revenue:Licences or Permits:Road and Transport:Driver	(420 839.24)	(265 128.72)	(281 036.44)	(300 708.99)
Revenue:Exchange Revenue:Licences or Permits:Road and Transport:Domestic	(420 839.24)	(265 128.72)	(281 036.44)	(300 708.99)
Revenue:Exchange Revenue:Licences or Permits:Road and Transport:Licence	(420 839.24)	(265 128.72)	(281 036.44)	(300 708.99)
Revenue:Exchange Revenue:Licences or Permits:Road and Transport:Leisure	(420 839.24)	(265 128.72)	(281 036.44)	(300 708.99)
Revenue:Exchange Revenue:Operational Revenue:Registration Fees:Road	(108 058.64)	(68 076.94)	(72 161.56)	(77 212.87)
Revenue:Exchange Revenue:Licences or Permits:Road and Transport:Taxis	(420 839.24)	(265 128.72)	(281 036.44)	(300 708.99)
Revenue:Exchange Revenue:Operational Revenue:Registration Fees:Motor	(420 839.24)	(265 128.72)	(281 036.44)	(300 708.99)
	(6 053 933.31)	(5 523 977.99)	(5 855 416.66)	(6 265 295.83)
Basic Salary and Wages/Municipal Staff	6 869 409.18	7 220 161.11	7 653 370.78	8 189 106.73
Bonuses/Municipal Staff	355 619.58	393 302.35	416 900.49	446 083.53
Cellular and Telephone/Municipal Staff	31 000.00	25 000.00	26 500.00	28 355.00
Housing Benefits and Incidental/Municipal Staff	6 354.39	6 354.39	6 735.65	7 207.15
Travel or Motor Vehicle/Municipal Staff	627 500.00	807 500.00	855 950.00	915 866.50
Non-pensionable/Municipal Staff	0.00	0.00	0.00	0.00
Rental/Municipal Staff	152 400.00	170 400.00	180 624.00	193 267.68
Night Shift Allowance/Municipal Staff	16 261.92	21 049.92	22 312.92	23 874.82
Standby Allowance/Municipal Staff	182 000.00	206 000.00	218 360.00	233 645.20
Tools Allowance/Municipal Staff	165 500.00	159 500.00	169 070.00	180 904.90
Overtime/Municipal Staff	461 674.64	468 617.40	496 734.44	531 505.85
Bargaining Council/Municipal Staff	2 460.48	2 740.08	2 904.48	3 107.80
Medical/Municipal Staff	433 746.45	394 622.10	418 299.43	447 580.39
Pension/Municipal Staff	800 128.78	835 051.79	885 154.90	947 115.75
Unemployment Insurance/Municipal Staff	62 559.02	63 793.86	67 621.50	72 355.00
Skills Development Levy/Public Safety	71 118.01	80 276.61	85 093.21	91 049.73
Expenditure:Operational Cost:Wet Fuel	20 000.00	0.00	0.00	0.00
Expenditure:Contracted Services:Contractors:Maintenance of Equipment	30 000.00	30 000.00	31 800.00	34 026.00
Expenditure:Contracted Services:Contractors:Building	15 000.00	0.00	0.00	0.00
Expenditure:Inspection Fees	5 000.00	0.00	0.00	0.00
Expenditure:Inventory Consumed:Materials and Supplies	124 357.55	80 000.00	84 800.00	90 736.00
Subsistence and Travelling/Public Safety				
Expenditure:Operational Cost:Travel and Subsistence:Domestic:Accommodation	15 000.00	10 000.00	10 600.00	11 342.00
Expenditure:Operational Cost:Travel and Subsistence:Domestic:Daily Allowance	2 000.00	1 000.00	1 060.00	1 134.20
Expenditure:Operational Cost:Travel and Subsistence:Domestic:Food and Beverage	2 000.00	2 000.00	2 120.00	2 268.40
Expenditure:Operational Cost:Travel and Subsistence:Domestic:Transportation	2 000.00	1 000.00	1 060.00	1 134.20
Expenditure:Operational Cost:Toll Gate Fees	10 000.00	10 000.00	10 600.00	11 342.00
Expenditure:Operational Cost:Travel and Subsistence:Domestic:Transportation	2 000.00	0.00	0.00	0.00
Expenditure:Operational Cost:Uniform and Protective Clothing Resources - VIP Guards	20 000.00	60 000.00	63 600.00	68 052.00
	20 000.00	10 000.00	10 600.00	11 342.00
	10 505 090.00	11 058 369.62	11 721 871.79	12 542 402.82
	4 451 156.69	5 534 391.63	5 866 455.13	6 277 106.99

mSCOA Vote Description		2020/21 Medium Term & Expenditure Framework			
		Covid 19 Special Adjusted budget 2019-20	Budget year 2020/21	Budget year 2021/22	Budget year 2022/23
Revenue:Non-exchange Revenue:Transfers and Subsidies:Capital:Monetary Allocations:National	(18 033 000.00)	(17 939 000.00)	(19 152 000.00)	(20 040 000.00)	
Revenue: Non-exchange Revenue:Transfers and Subsidies:Operational:Monetary Allocations:	(2 026 000.00)	(1 951 000.00)	0.00	0.00	
Revenue: Exchange Revenue:Sales of Goods and Rendering of Services:Cemetery and Burial	(40 907.83)	(50 000.00)	(53 000.00)	(56 710.00)	
Revenue: Exchange Revenue:Sales of Goods and Rendering of Services:Building Plan Approval	(40 907.83)	(50 000.00)	(53 000.00)	(56 710.00)	
Revenue: Exchange Revenue:Licences or Permits:Road and Transport:Taxi Rank	(35 998.89)	(40 000.00)	(42 400.00)	(45 368.00)	
Revenue: Non-exchange Revenue:Licences or Permits:Hoarding (Collecting/Storing)	(68 179.71)	(75 000.00)	(79 500.00)	(85 065.00)	
Revenue: Exchange Revenue:Interest, Dividend and Rent on Land:Rent on Land:Undeveloped	(272 718.84)	(290 000.00)	(307 400.00)	(328 918.00)	
Revenue: Exchange Revenue:Sales of Goods and Rendering of Services:Application Fees for	(20 453.91)	(25 000.00)	(26 500.00)	(28 355.00)	
Revenue: Exchange Revenue:Operational Revenue:Sale of Property	(3 500 000.00)	(2 000 000.00)	(2 120 000.00)	(2 268 400.00)	
Revenue: Exchange Revenue:Sales of Goods and Rendering of Services:Sale of Goods:Subsidy	(27 271.88)	(30 000.00)	(31 800.00)	(34 026.00)	
Revenue: Exchange Revenue:Sales of Goods and Rendering of Services:Sale of Goods:Public	(53 000.00)	(60 000.00)	(63 600.00)	(68 052.00)	
Revenue: Exchange Revenue:Sales of Goods and Rendering of Services:Entrance Fees	(13 635.94)	(15 000.00)	(15 900.00)	(17 013.00)	
Revenue: Exchange Revenue:Interest, Dividend and Rent on Land:Rent on Land:Grazing	(31 800.00)	(35 000.00)	(37 100.00)	(39 697.00)	
Revenue: Exchange Revenue:Sales of Goods and Rendering of Services:Housing Boarding Schools	(34 089.86)	(40 000.00)	(42 400.00)	(45 368.00)	
Revenue: Exchange Revenue:Rental from Fixed Assets:Market Related:Property Plant and Equipment	(115 196.44)	(72 000.00)	(76 320.00)	(81 662.40)	
	(24 313 161.13)	(22 672 000.00)	(22 100 920.00)	(23 195 344.40)	
Basic Salary/DT	601 460.04	637 547.64	675 800.50	723 106.54	
Bonuses/DT	0.00	0.00	0.00	0.00	
Cellular and Telephone/DT	18 000.00	0.00	0.00	0.00	
Travel or Motor Vehicle/DT	180 000.00	180 000.00	190 800.00	204 156.00	
Scarcity/DT	31 258.44	31 258.44	33 133.95	35 453.32	
Unemployment Insurance/DT	1 784.64	8 175.48	8 666.01	9 272.63	
Bargaining Council/DT	111.84	1 784.64	1 891.72	2 024.14	
Basic Salary and Wages/Municipal Staff	5 349 213.42	5 940 448.65	6 296 875.57	6 737 656.86	
Basic Salary and Wages/Epwp (old)	0.00	0.00	0.00	0.00	
Bonuses/Municipal Staff	445 767.79	513 121.93	543 909.25	581 982.90	
Cellular and Telephone/Municipal Staff	67 800.00	67 800.00	71 868.00	76 898.76	
Housing Benefits and Incidental/Municipal Staff	10 893.24	10 893.24	11 546.83	12 355.11	
Travel or Motor Vehicle/Municipal Staff	480 000.00	480 000.00	508 800.00	544 416.00	
Non-pensionable/Municipal Staff	0.00	0.00	0.00	0.00	
Rental/Municipal Staff	150 000.00	177 000.00	187 620.00	200 753.40	
Standby Allowance/Municipal Staff	114 518.28	114 518.28	121 389.38	129 886.63	
Overtime/Municipal Staff	333 472.17	359 956.32	381 553.70	408 262.45	
Bargaining Council/Municipal Staff	3 690.72	4 026.24	4 267.81	4 566.56	
Group Life Insurance/Municipal Staff	64 204.92	64 204.92	68 057.22	72 821.22	
Medical/Municipal Staff	381 074.40	381 074.40	403 938.86	432 214.58	
Pension/Municipal Staff	611 648.40	663 035.90	702 818.06	752 015.32	
Unemployment Insurance/Municipal Staff	42 936.78	46 538.45	49 330.76	52 783.91	
Unemployment Insurance/Epwp (old)	0.00	0.00	0.00	0.00	
Basic Salary and Wages/Epwp (new)	3 488 821.03	3 488 821.03	3 698 150.29	3 957 020.81	
Skills Development Levy/Other Staff	57 236.84	63 169.51	66 959.68	71 646.86	
Unemployment Insurance/Epwp (new)	34 888.21	34 888.21	36 981.50	39 570.21	
Skills Development Levy/Epwp	34 888.21	34 888.21	36 981.50	39 570.21	
Expenditure:Contracted Services:Contractors:Maintenance of Equipment	0.00	0.00	0.00	0.00	
Expenditure:Contracted Services:Contractors:Maintenance of Equipment	0.00	0.00	0.00	0.00	
Repairs and Maintenance					
Expenditure:Contracted Services:Contractors:Maintenance of Buildings and Facilities	1 130 000.00	800 000.00	848 000.00	907 360.00	
Expenditure:Contracted Services:Outsourced Services:Transport Services	500 000.00	300 000.00	318 000.00	340 260.00	
Expenditure:Contracted Services:Contractors:Maintenance of Roads and Sidewalks	958 803.89	300 000.00	318 000.00	340 260.00	
Expenditure:Contracted Services:Contractors:Maintenance:Equipment	0.00	0.00	0.00	0.00	
Expenditure:Contracted Services:Contractors:Maintenance: Machinery and Equipment	50 000.00	50 000.00	53 000.00	56 710.00	
Upgrading of Technical Admin Block/Toilets/Swimming Pool	0.00	100 000.00	106 000.00	113 420.00	
		0.00	0.00	0.00	
		100 000.00	106 000.00	113 420.00	
		400 000.00	424 000.00	453 680.00	
Expenditure:Operational Cost:Printing and Stationery	15 000.00	20 000.00	21 200.00	22 684.00	
Expenditure:Inventory Consumed:Materials and Supplies/Chemicals	262 038.02	150 000.00	159 000.00	170 130.00	
Expenditure:Operational Cost:Workmen's Compensation Fund	10 000.00	20 000.00	21 200.00	22 684.00	
Expenditure:Operational Cost:Advertising, Publicity and Marketing:Corporate and Municipal	12 230.40	30 000.00	31 800.00	34 026.00	
Expenditure:Operational Cost:Municipal Services/Water accounts	350 000.00	250 000.00	265 000.00	283 550.00	
Expenditure:Inventory Consumed:Materials and Supplies/Toilet Papers	130 000.00	180 000.00	190 800.00	204 156.00	
Expenditure:Operational Cost:Municipal Services/Electricity usage	600 000.00	600 000.00	636 000.00	680 520.00	
Subsistence and Travelling/Road Transport/Other					
Expenditure:Operational Cost:Travel and Subsistence:Domestic:Accommodation	35 000.00	35 000.00	37 100.00	39 697.00	
Expenditure:Operational Cost:Travel and Subsistence:Domestic:Daily Allowance	2 000.00	3 000.00	3 180.00	3 402.60	
Expenditure:Operational Cost:Travel and Subsistence:Domestic:Food and Beverage (Served)	5 000.00	5 000.00	5 300.00	5 671.00	
Expenditure:Operational Cost:Travel and Subsistence:Domestic:Transport with Operator:Put	8 000.00	10 000.00	10 600.00	11 342.00	
Expenditure:Operational Cost:Travel and Subsistence:Domestic:Transport without Operator:	5 000.00	10 000.00	10 600.00	11 342.00	
Expenditure:Operational Cost:Travel and Subsistence:Domestic:Transport without Operator:	5 000.00	10 000.00	10 600.00	11 342.00	
Expenditure:Operational Cost:Wet Fuel	1 100 000.00	1 100 000.00	1 166 000.00	1 247 620.00	
Expenditure:Contracted Services:Outsourced Services:Transport Services - Leased Vehicles	600 000.00	130 000.00	137 800.00	147 446.00	
Expenditure:Operating Leases:Machinery and Equipment: Hire	2 000 000.00	3 000 000.00	3 180 000.00	3 402 600.00	
Expenditure:Operational Cost:Uniform and Protective Clothing	350 000.00	400 000.00	424 000.00	453 680.00	
Expenditure: Contracted Services: Maintenance Plan - Infrastructure Assets and PPE	650 000.00	250 000.00	265 000.00	283 550.00	
Legal Town Planning	30 000.00	0.00	0.00	0.00	
Expenditure:Operational Cost: Melomoth Town Grass Cutting	142 608.80	0.00	0.00	0.00	
Expenditure:Operational Cost: Vehicles - Registration and Renewal of Licenses	50 000.00	120 000.00	127 200.00	136 104.00	
0.00		0.00	0.00	0.00	
	21 504 350.48	21 676 151.49	22 976 720.58	24 585 091.02	
	(2 808 810.65)	(995 848.51)	875 800.58	1 389 746.62	

REGIONAL PLANNING AND DEVELOPMENT

ECONOMIC DEVELOPMENT/PLANNING

ELECTRICITY SERVICES

mSCOA Vote Description	2020/21 Medium Term & Expenditure Framework			
	Covid 19 Special Adjusted budget 2019-20	Budget year 2020/21	Budget year 2021/22	Budget year 2022/23
Revenue: Exchange Revenue: Service Charges: Electricity: Availability Charges	(413 093.70)	(433 748.39)	(459 773.29)	(491 957.42)
Revenue: Exchange Revenue: Service Charges: Electricity: Electricity Sales:Dc	(7 198 728.70)	(7 558 665.13)	(8 012 185.04)	(8 573 037.99)
Revenue: Exchange Revenue: Service Charges: Electricity: Electricity Sales:Dc	(10 588 728.70)	(11 118 165.13)	(11 785 255.04)	(12 610 222.89)
Revenue: Exchange Revenue: Service Charges: Electricity: Electricity Sales:Cd	(7 198 728.70)	(7 558 665.13)	(8 012 185.04)	(8 573 037.99)
Revenue: Exchange Revenue: Service Charges: Electricity: Electricity Sales:Cd	(7 198 728.70)	(7 558 665.13)	(8 012 185.04)	(8 573 037.99)
Electricity forgone	1 672 400.00	1 756 020.00	1 861 381.20	1 991 677.88
Revenue: Exchange Revenue: Service Charges: Electricity: Connection/Reconn	(162 483.26)	(170 607.43)	(180 843.87)	(193 502.94)
Revenue: Non-exchange Revenue: Transfers and Subsidies: Operational: Mon	(15 000 000.00)	(15 000 000.00)	(12 000 000.00)	(13 000 000.00)
	(46 088 091.76)	(47 642 496.35)	(46 601 046.13)	(50 023 119.36)
Basic Salary and Wages/Municipal Staff	1 423 971.92	1 509 410.24	1 599 974.85	1 711 973.09
Bonuses/Municipal Staff	91 558.19	97 051.68	102 874.78	110 076.01
Travel or Motor Vehicle/Municipal Staff	90 000.00	90 000.00	95 400.00	102 078.00
Non-pensionable/Municipal Staff	0.00	0.00	0.00	0.00
Rental/Municipal Staff	48 600.00	48 600.00	51 516.00	55 122.12
Standby Allowance/Municipal Staff	126 000.00	126 000.00	133 560.00	142 909.20
Overtime/Municipal Staff	138 000.00	138 000.00	146 280.00	156 519.60
Bargaining Council/Municipal Staff	782.88	782.88	829.85	887.94
Group Life Insurance/Municipal Staff	31 545.24	31 545.24	33 437.95	35 778.61
Medical/Municipal Staff	66 391.20	66 391.20	70 374.67	75 300.90
Pension/Municipal Staff	151 205.64	151 205.64	160 277.98	171 497.44
Unemployment Insurance/Municipal Staff	11 066.91	11 409.69	12 094.27	12 940.87
Skills Development Levy/Electricity	15 139.72	15 994.10	16 953.75	18 140.51
Expenditure: Contracted Services: Contractors: Maintenance of Electricity Equ	740 376.66	400 000.00	424 000.00	449 440.00
Expenditure: Contracted Services: Contractors: Maintenance of Vehicles	210 000.00	50 000.00	53 000.00	56 180.00
Expenditure: Contracted Services: Contractors: Maintenance of Computer Equ	0.00	0.00	0.00	0.00
Airconditioning Repairs and Maintenance	0.00	80 000.00	84 800.00	89 888.00
Expenditure: Bulk Purchases: Electricity: ESKOM	1 130 783.00	1 187 322.15	1 258 561.48	1 334 075.17
Expenditure: Bulk Purchases: Electricity: ESKOM	22 127 000.00	23 233 350.00	24 627 351.00	26 104 992.06
Subsistence and Travelling/Electricity				
Expenditure: Operational Cost: Travel and Subsistence: Domestic: Accommod	8 000.00	8 000.00	8 480.00	8 988.80
Expenditure: Operational Cost: Travel and Subsistence: Domestic: Daily Allowa	1 000.00	1 000.00	1 060.00	1 123.60
Expenditure: Operational Cost: Travel and Subsistence: Domestic: Food and B	1 000.00	1 000.00	1 060.00	1 123.60
Expenditure: Operational Cost: Travel and Subsistence: Domestic: Transport W	0.00	0.00	0.00	0.00
Expenditure: Operational Cost: Travel and Subsistence: Domestic: Transport W	0.00	0.00	0.00	0.00
	26 412 421.36	27 247 062.82	28 881 886.59	30 639 035.52
	(19 675 670.40)	(20 395 433.53)	(17 719 159.54)	(19 384 083.83)

SOLID WASTE REMOVAL

mSCOA Vote Description	2020/21 Medium Term & Expenditure Framework			
	Covid 19 Special Adjusted budget 2019-20	Budget year 2020/21	Budget year 2021/22	Budget year 2022/23
Revenue:Exchange Revenue:Service Charges:	(6 946.61)	(7 293.94)	(7 731.58)	(8 272.79)
Revenue:Exchange Revenue:Operational Revenue	(1 954 803.32)	(2 052 543.48)	(2 175 696.09)	(2 327 994.82)
Revenue:Exchange Revenue:Sales of Goods and Services	(1 472.68)	(1 600.00)	(1 696.00)	(1 814.72)
	(1 963 222.61)	(2 061 437.42)	(2 185 123.67)	(2 338 082.33)
Basic Salary and Wages/Municipal Staff	1 026 659.16	1 082 116.79	1 147 043.80	1 215 866.43
Bonuses/Municipal Staff	85 554.93	90 176.40	95 586.98	101 322.20
Housing Benefits and Incidental/Municipal Staff	10 893.24	10 893.24	11 546.83	12 239.64
Non-pensionable/Municipal Staff	0.00	0.00	0.00	0.00
Rental/Municipal Staff	42 600.00	42 600.00	45 156.00	47 865.36
Overtime/Municipal Staff	102 665.92	108 211.68	114 704.38	121 586.64
Bargaining Council/Municipal Staff	1 006.56	1 006.56	1 066.95	1 130.97
Group Life Insurance/Municipal Staff	7 998.36	7 998.36	8 478.26	8 986.96
Medical/Municipal Staff	0.00	0.00	0.00	0.00
Pension/Municipal Staff	116 987.64	116 987.64	124 006.90	131 447.31
Unemployment Insurance/Municipal Staff	10 375.52	10 930.10	11 585.91	12 281.06
Skills Development Levy/Solid Waste	10 266.59	10 821.17	11 470.44	12 158.66
Expenditure:Contracted Services:Outsourced Services	100 000.00	0.00	0.00	0.00
Expenditure:Contracted Services:Outsourced Services	400 000.00	500 000.00	530 000.00	561 800.00
Expenditure:Contracted Services:Contractors:Materials	30 000.00	30 000.00	31 800.00	33 708.00
Expenditure:Inventory Consumed:Consumables	50 000.00	100 000.00	106 000.00	112 360.00
Expenditure:Inventory Consumed:Materials and Equipment	10 000.00	10 000.00	10 600.00	11 236.00
Expenditure:Operational Cost:Uniform and Protection	110 000.00	150 000.00	159 000.00	168 540.00
New Cemetery - Feasibility study	0.00	350 000.00	371 000.00	393 260.00
Integrated Waste Management Plan Review	0.00	0.00	0.00	0.00
Cleaning Services-Town	0.00	860 000.00	911 600.00	966 296.00
	2 115 007.92	3 481 741.94	3 690 646.46	3 912 085.24
	151 785.31	1 420 304.52	1 505 522.79	1 574 002.92

Quality Certificate

I, Pumzi Philemon SIBHA, the municipal manager of **Mthonjaneni Local Municipality**, hereby certify that the final annual budget 2020/21 and supporting documentation have been prepared in accordance with the Municipal Finance Management Act and regulations made under that Act, and that the final annual budget and supporting documentation are consistent with the Integrated Development Plan of the municipality.

Print name Pumzi Philemon SIBHA

Municipal manager of Mthonjaneni Local Municipality KZN285

Signature [Signature]

Date 28/05/2020